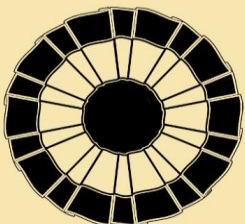


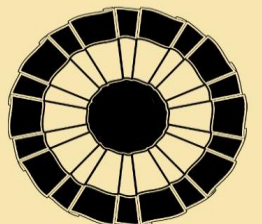
**THE WORK-STANDARD
DUTY AND HONOR
UFSE SCHOOL TEXTBOOK**

**SMP COMPENDIUM OF
ECONOMICS, FINANCE,
AND TECHNICAL
APPLICATIONS**

**STUDENT REFERENCE EDITION
UNABRIDGED REISSUE**



**FEDERALIST PARTY HEADQUARTERS,
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Preface to the Second Edition

October 2021 marked the end of a decade-long quest to investigate and eventually formulate what later became known as the *Work-Standard*. Hyphenated in reference to its German origins as the term “Arbeitsstandard,” the Work-Standard signals a Revolution in Financial Affairs that dares to conceptualize an authentically Socialist Finance with its own Conception of Currency distinct from the Liberal Capitalist versions. What began as morbid curiosity over why this Author’s Catholic parochial school had issued “Lunch Tickets” and an “Exchange Rate” gradually became a quest to investigate alternative economic and financial systems, evaluating their feasibility and overall capabilities. A vast body of research, gathered throughout much of the 2010s and 2020, were gradually pieced together between May and October of 2021 on a personal Blog, *The Fourth Estate* (<https://fourthstatepolicy.com/>), as the “*Socialist Monetary Policy (SMP) Compendium*.”

Everything was later collated into a lengthy treatise entitled, *The Work-Standard: The Complete Socialist Monetary Policy Compendium on Socialist Economics, Finance, and Fintech Applications*. What was released on *The Fourth Estate* in late 2021 is the First Edition of *The Work-Standard*. It will always be available for download in its original form because its goal was to disseminate the SMP Compendium in a .PDF format. The Author wanted to provide any interested parties with a document that outlined everything in its entirety, rather than a disparate series of individual blog posts. However, I must confess that the First Edition was still riddled with lots of typos and even a visible lack of coherence across certain “Entries.”

One of the problems of compelling readers to visit *The Fourth Estate* and read the SMP Compendium there is the fact that a lot of my Blog posts after October 2021 started becoming increasingly random, spontaneous and incoherent at times. While there are other factors that led to this predicament, this Author tends to write whatever immediately comes to mind on the Blog. Another problem was the voluminous variety of seemingly contradictory sources and works consulted over the years to properly articulate the Work-Standard.

This new Second Edition builds upon the First Edition by incorporating the necessary revisions to make *The Work-Standard* a more readable, straightforward experience. Every effort has been made to ensure that the Second Edition retains the original ideas and concepts, is more presentable, and can be easily read without having to consult *The Fourth Estate* for anything. Important quality of life improvements such as a table of contents, diagrams, charts, a rewritten “By Way of Introduction” and two new Sections were included specifically for the Second Edition.

Originally, *The Work-Standard* was split into ten Sections in the First Edition, eight of which are related to the specifications of the Work-Standard, the remaining two being the “By Way of Introduction” and “Conclusion: The Greater America Amendment.” The former was meant to provide a basic technical description of the Work-Standard, whereas the latter describes its operational capabilities in an American context and all questions related to its constitutionality. As a .PDF document or physical printout, both cannot be understood without having to actually visit *The Fourth Estate* and find the relevant Blog posts where I had to address why the final Entries had to be written in an American context.

Finally, the Second Edition’s “By Way of Introduction” differs by having an important discussion about the significance of Pure Socialism in America. It outlines the American people’s historical encounters with Pure Socialism, why Pure Socialism continues to be treated as being too foreign, and why Pure Socialism is in fact a return to the American Essence. Only with the American Essence is it possible for this Author to argue in favor of Socialism, in addition to

explaining why there has been an ongoing aversion to it. The two new Sections are entitled “What is the American Essence?” and “At the Gates of Tomorrow’s Yesterday.” The first one is a discussion about “Hamiltonian Federalist Socialism,” its general principles derived from the American Essence itself, while the other serves as a revamped description of the Work-Standard. As for everything else, they should be familiar to anyone who has previously read the First Edition.

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By Way of Introduction

The term “Socialism” continues to be the most profound topic in the political discourse of these United States of America. Its prevalence, its relevance surpasses that of another ubiquitous term, “Conservatism.” Everyone invokes the term with their own definitions and meanings. Everyone projects their most personal fears, anxieties, hopes, aspirations, hatred and love onto the word itself, oblivious to the inherent limitations of its applications. Is Socialism supposed to be a natural instinct or a technocratic bureaucracy? Is it the ongoing goal of Western Civilization or a temporary phase which allegedly ended in the so-called “Cold War?” Is it the same as Marxism (“Scientific Socialism”) or is it part of an older legacy that predates Marxism by several centuries?

These questions were never given any resolute answers throughout US History, nor has there been a satisfactory description of what Socialism is supposed to be. This difficulty in comprehending the form and actuality of a Pure Socialism by American Socialists and non-Socialists alike is the textbook definition of David Hume’s “*Is/Ought Problem*.” Barring the obvious interpretations provided by Marxists and Mormons, most conventional US definitions of Socialism focus more on *what it ought to be* than *what it shall be*. The same is also true for the myopic rhetoric peddled by Liberal Capitalists about America always being a “Liberal Capitalist regime,” presenting skewed distortions of historical realities in the American Way of Life. A genuinely authentic all-American *Pure Socialism* remains elusive because most everyday Americans, regardless of their own positions, simply do not know their own history.

The problem with implementing *Pure Socialism* in the US is far more fundamental than the petty, mundane affairs of “income inequality and wealth redistribution,” “gun rights and property rights,” “identity politics and social justice,” “taxes and spending,” “race and religion,” the “US National Debt and US Trade Deficits,” and the role of the Federal Government.” These issues, while understandably important for many, are not the real crux behind any serious attempt at implementing *Pure Socialism*. Everything depends on whether *Pure Socialism* resonates with the American Essence, the quintessential national essence of what it means for any US Citizen to be a ‘Real American.’ They must be prepared to testify before the Federal judge and jury at Federal court, under the possible penalty of perjury, that Socialism is enshrined in the Preamble of the US Constitution. That is because the old Federalist spirit and the contemporary attitudes of Conservatives and Socialists in the US share the same primordial point of origin in US History.

Pure Socialism, like the American Essence itself, is not a recent phenomenon. It predates the New Deal programs of the “Progressive Era,” the Muckrakers, Suffragettes, Old Progressives, and Temperance Movement of the “Gilded Era,” the Unionists and Confederates of the Civil War and the broader “Antebellum Era.” The primordial point of origin was in the Thirteen Colonies, the same Thirteen Colonies that were once subjects of the British Crown and later declared independence from the British Empire in the Revolutionary War. It was during the 18th Century that the American Essence gradually emerged, sowing the seeds of Pure Socialism and creating a distinct national identity that distinguishes the American people from the English-speaking world and why they have much more in common with the German-speaking world. These are incontrovertible historical facts, not literary figments or theoretical abstractions. Still, what significance is there for American Socialism having its origins in the Thirteen Colonies, the Revolutionary War, the Constitution, the Federalists and Anti-Federalists? But more importantly, is there any meaning to be ascribed to why the American Essence is a contradictory fusion of British and German cultural attitudes and social behaviors?

The cultural, traditional, lingual, and even spiritual foundations of the Thirteen Colonies are predominantly British and German (or, more precisely, English and Prussian) in origin. One cannot begin to appreciate the American Way of Life without developing an acute self-awareness of their presences and opposing visions of America. [There is an important chapter in an immigration-related document from the US Library of Congress that alludes to the American Essence being a synthesis of the German and British Essences.](#) The whole transcript reads:

“By the middle of the 18th century, German immigrants occupied a central place in American life. Germans accounted for one-third of the population of the American colonies, and were second in number only to the English. The German language was widely spoken in nearly every colonial city and was circulated in locally published periodicals and books. When the members of the Continental Congress first met in Philadelphia, they walked down streets lined with German businesses sporting German signs, and their deliberations were reported in German broadsides and debated in German coffeehouses. When the Declaration of Independence was signed on July 4, 1776, a German newspaper was the first to break the news, and German copies of the Declaration were on the streets the next day.

The strength and vitality of German publishing was one of the cornerstones of German culture in America, and one of the reasons for its tremendous success. Since Johannes Gutenberg invented movable type in 1440, Germans had been at the forefront of the printing industry in Europe, and they carried this tradition with them to the American colonies. The first Bible in America was published in German by Christopher Saur, a German printer in Philadelphia. By the time of the American Revolution, most of the cities and large towns in the colonies supported at least one German newspaper, and some had two. German newspapers, broadsides, almanacs, and books became the glue that held the German American community together, and helped maintain a sense of social cohesion among immigrants that were scattered widely up and down the eastern seaboard, in bustling cities and in remote farm settlements. This cultural glue held its force for hundreds of years, and reinforced German Americans' identity well into the 20th century.

The military traditions of German-speaking immigrants also made a significant contribution to revolutionary America. At the outbreak of the Revolutionary War, Germans from all over the American colonies formed volunteer militia companies. General Friedrich Wilhelm von Steuben, who had served as a general staff officer with the Prussian army, volunteered to serve General George Washington without pay and was put to work organizing and drilling the sometimes ragged volunteers of the Continental Army. Von Steuben's Prussian discipline and tactics were to a large degree responsible for the Revolutionists' later military victories, and his manual of regulations formed the basis of the manual of drill and organization used by the United States Army today.

At the heart of the American Essence lies the “English-Prussian Dialectic,” the American Way of Life as the centuries-old synthesis of the “English Instinct” and the “Prussian Instinct.” *The Work-Standard* supports a long-standing historical argument about the origins of Capitalism and Socialism, insofar as these two terms are commonly understood by political scientists and economists, being England and Prussia in the wake of the Protestant Reformation. The exact

timeframe in which both countries conceptualized Capitalism and Socialism, interestingly enough, coincides neatly with the arrival of European settlers on America's shores. The English precursor to Capitalism was "Mercantilism," whereas the Prussian precursor to Socialism was "Cameratism." This is an important consideration because *The Work-Standard* has gone to great lengths to verify the veracity of this argument—especially the Prussian origins of Socialism, with entire Entries devoted to investigating the political and economic policies of various Socialist Nations and finding similarities between them and Prussia.

The *English-Prussian Dialectic* deems all economic life as the extension of all political life. Its premise pertains to a question of power, particularly the powers wielded by an Individual and those wielded by the People. **Either the real powers of the US belong to an Individual or else they belong to the People, the State Governments or the Federal Government.** Nothing about the *English-Prussian Dialectic* should be considered too unusual or even out of the ordinary insofar as these tendencies have shaped and molded America into its own sovereign nation.

US History contains various instances where the Prussian half of the American Essence shaped the American Way of Life in a distinctly German pattern. They are important staples in the everyday lives of most Americans, unaware of their historical origins or why these historical facts are relevant to the conceptualization of *Pure Socialism*. Three examples stand out.

There is the US Electoral College, which has its origins in the German Electoral College. Just as the US Electoral College serves alongside the US Congress by fulfilling the role of electing the next President of the United States, the German Electoral College had a similar role of electing the Kaiser of the German Reich on behalf of the legislative body called the *Reichstag*. In the German electoral process, the Catholic Pope coronates the Kaiser in an official inauguration. The American version differs by having the American People coronate the President instead.

The highly-stratified, hierarchical social structures of these United States are reminiscent of those found in the German Reich. There was a delineation between the "Reich Government," the "State Governments," and the "Municipal Governments" German Reich, the characteristics of which were partially replicated in the US. One notable instance includes the known inclinations toward the provision of autonomy to US States and German States. US States are capable of joining and participating in Compacts under the US Constitution and the Federal Government is able to own and operate Federal lands independent of those owned by the States. Similarly, German States had similar equivalents called the "*Städtebünde*" (Band of Cities) such as the Hanseatic League or the Lusatian League, while accommodations were made for certain areas to fall under the authority of the Reich Government under the "*Reichsunmittelbarkeit*" (Reich Immediacy).

The eastward expansion of the German Reich, the *Ostsiedlung* (Eastward Settlement), was later replicated in these United States as the westward expansion of the Union beyond the initial Thirteen Colonies. The American "*Westsiedlung*" (Westward Settlement), originally begun by the British under the "*Royal Proclamation of 1763*," was later repurposed by the US to mark its initial western border along the Mississippi River like an "American Rhine." This was the result of the Seven-Years War, otherwise known in US History as the "French and Indian War," and also the same conflict that Prussia fought and emerged victorious as a major European power.

Furthermore, and perhaps unbeknownst to some Americans of all ideological persuasions, the *English-Prussian Dialectic* exists across a vast variety of political, economic, social, cultural, technological and financial topics. These topics cannot be neatly framed along the Left-Right Political Spectrum as being "Leftist," "Rightist," or "Centrist." They can be traced back to the US Constitution being a Living Document that is best interpreted with the Founder's Intent in mind. Here are some timeless questions worthy to consider as one reads *The Work-Standard*:

- Is the American Way of Life a *Pursuit of Temporary Happiness* or a *Pursuit of Eternal Glory*?
- Is Pure Socialism enshrined in the Constitution's *Bill of Rights* or its *Preamble*?
- Is the United States Congress a *Representative Parliament* or a *Delegative Council*?
- Is political life defined by an Electoral College of "*State-Electors*" or "*Federal-Electors*?"
- Is economic life defined by "*Planned Economy*" or "*Command Economy*?"
- Is social life defined by "*Blood and Wealth*" or "*Rank and Achievement*?"
- Are Property Rights defined by "*Private Property*" or "*Productive Property*?"
- Shall the US Currency be the "*United States Dollar*" or the "*United States Note*?"
- Shall US Education be defined by a "*Federal Education*" (religious education is part of the curriculum) or "*State Education*" (religious education is absent from the curriculum)?
- And which powers shall be delegated by the State Government and which powers shall be delegated by the Federal Government?

Although these questions are related to specific Entries throughout *The Work-Standard*, all of which are addressed in a generalized manner in order to demonstrate the feasibility of the Work-Standard for non-Western nations, they will be revisited again in the final Entries. The final Entries offer detailed summarizations of everything discussed elsewhere in the treatise, where questions related to the constitutionality of the Work-Standard will also be addressed. For now, the formal conceptualization of *Pure Socialism* in America, its formal Political Science taxonomy, its prominent influences and contributors of American Socialism is the next topic of discussion.

“What is the American Essence?”

“*What is the American Essence?*” will always be the overarching question presented by *The Work-Standard* in relation to the Americanization of *Pure Socialism*. Moreover, it is possible for the reader to reapply that same question to their own nation (“*What is the National Essence?*”) because America is a very diverse country with *People’s Communities* from the rest of the world. Given the right circumstances, any experiences learned by the *People’s Community* here in the US can be reapplied to their own homeland. It all depends on whether the youth, the next generation, is cognizant of their ancestral origins and will find a balance between themselves as Americans on the one hand and as the descendants of immigrants who arrived at various points in US History.

Unlike Liberal Capitalism, that question itself is capable of being approached from so many different observations, providing ample opportunities to devise potential applications and give meaning to *Pure Socialism*. It should be recalled from the preceding Section that *Pure Socialism* has yet to be defined. That was a deliberate decision on the Author’s part in order to demonstrate that Socialism was never meant to be a monolithic ideology where one definition prevails. As a term chosen to differentiate itself from the countless other Socialisms, *Pure Socialism* is best understood as a blank slate, a white sheet of computer paper, or what Immanuel Kant had once referred to as a “*ding an sich*” (a Thing-in-Itself). *Pure Socialism* remains in that condition until somebody decides to delve beyond its mere outward Label, discovering its Essence and molding *Pure Socialism* into an existing Socialism or else creating an entirely new Socialism from scratch. The implications alone necessitate a “**Scientific/Artistic Socialism Distinction**” to separate the Non-Marxist Socialisms from the Marxist Socialisms.

To identify any Socialism and distinguish it from all others, determine whether somebody is trying to find the definition of *Pure Socialism*, contextualizing the ‘Value’ of its Label and Essence, fashioning its *Gestalt* (Form) to suit a particular *Weltanschauung* (Worldview). This methodology is more akin to an Artform of well-established Aesthetics and Styles, instead of a Science of well-tested Hypotheses and Theories, the latter being the real cause behind why most Americans often struggle to properly define their American Socialism, hence “What is the American Essence?”.

A recurring demonstration throughout *The Work-Standard* involves “*Nietzscheanism*,” a Socialism modeled after the Philosophy and *Weltanschauung* of Friedrich Nietzsche. Despite Nietzsche himself having expressed his own skepticism toward Socialism, that has not stopped Marxists and non-Marxists alike from conceptualizing a “*Nietzschean Socialism*.” Nietzscheanism can be split into two variants, “*Prussian Socialism*” and its two distinct subvariants, and “*Nietzscheanism-Leninism*.” The latter is an original creation of this Author based on another counterintuitive argument that “*Vladimir Lenin was Nietzsche’s Zarathustra*.” While not serving as the real focus of American Socialism, Nietzscheanism nonetheless provides a convenient template of demonstrating the transmutation process of *Pure Socialism* into Artistic Socialism.

In the American Essence, there are only two distinct American Ideas that serve as political testaments to the *English-Prussian Dialectic*. Those are the “**Federalist American Union**” and the “**Empire of Liberty**,” its historical adherents being two opposing parties among the American Founding Fathers, the Federalist Party and the Democratic-Republican Party respectively.

The Federalist Party (“Federalist American Union”)

Upon swapping Nietzscheanism for the American Essence, the Author has found two candidates for a distinct *Artistic Socialism* called “*American Socialism*,” as well as an “*American*

Social-Democracy,” the latter of which has already been implemented through Federal Reforms: “*Hamiltonian Federalist Socialism*” (the Socialism of a Federalist Faction led by Alexander Hamilton) and “*Madisonian Federalist Socialism*” (the Socialism of another Federalist Faction led by James Madison). For those who do not know, Hamilton and Madison were two of America’s Founding Fathers, the key leaders of America’s first political party, the Federalist Party, and two of the three authors who wrote *The Federalist Papers* under the penname of “Publius.” The third author, John Jay, is more aligned with Hamiltonian Federalism than Madisonian Federalism for reasons that will need to be made apparent within Entries related to US Foreign Policy.

Based on *The Federalist Papers* as well as the *Gestalt* and *Weltanschauung* of the Federalist Party, there is a genuine rivalry between Hamiltonian Federalism and Madisonian Federalism, which can be corroborated by various obscure historical events in US History that go beyond how the US Constitution was ratified and later amended over the centuries. The point of contention is of course the “*Great Divergence*” within the Federalist Party. It is also expressed by the “*Empire of Liberty*” and “*Federalist American Union*.” If those two Federalisms are allowed to define *Pure Socialism*, the result is a *Social-Democracy* and an *Artistic Socialism*:

- *Madisonian Federalist Socialism* (“Madisonianism”), sometimes referred to as “Bill of Rights Socialism” by its adherents, identifies American Socialism with the Bill of Rights and the short-lived proposal by Franklin Delano Roosevelt to amend the Constitution to include an “Economic Bill of Rights.” The New Deal, the Great Society, and the more recent Green New Deal are its manifestations. Well-known historical and contemporary adherents include the Democratic Socialists of America (DSA) and Communist Party, USA (CPUSA), two organizations whose members have officially espoused Madisonian Federalist Socialism. The unambiguous aims have always been the creation of an American Social-Democracy, the “social safety net” deterring any serious opposition to the American manifestation of Liberal Capitalism (“Neoliberalism”).
- *Hamiltonian Federalist Socialism* (“Hamiltonianism”) vehemently condemns the deliberate identification of American Socialism with the *Bill of Rights*, preferring instead to equivocate American Socialism with the *Preamble*. This is supported by Hamilton’s own criticisms of the Bill of Rights in *Federalist Paper No. 84* and the outlining of important justifications for why the Federal Government must lead the Union in *Federalist Paper No. 85* as a reiteration of arguments in *Federalist Paper No. 1*. The latter, also penned by Hamilton, is the source of Hamiltonian Federalist Socialism’s Idea of the Federalist American Union, a Union far greater than the sum of its own States. It is because of this that Hamiltonianism is also opposed to all notions of defining America as an Empire of Liberty. As of late, no political party officially advocates for Hamiltonianism due to the predominant influence of America’s second political party, the *Democratic-Republican Party*.

The Democratic-Republican Party (“Empire of Liberty”)

The organizational composition of the Democratic-Republican Party since the Civil War has been a “two-party system” with a “third party” that consistently emerges in the form of “bipartisanship.” Their Presidents and Congresses are responsible for an overwhelming majority of US Foreign and Domestic Policies being pivoted toward the Empire of Liberty, despite the attempts of certain US Presidents and others to redirect America toward the Federalist American Union. Regardless of time and place, the Party remains split into three Factions:

- Democrats are the “Madisonian Faction” the legacy of Thomas Jefferson’s protégé James Madison. It is appropriate to deem the Democrats as the “Madisonians” due to their consistent advocacy of ‘greater economic equality’ and ‘representative governance’. This reflects the *Gestalt* and *Weltanschauung* of Madison as the Virginian slave plantation owner who also believed that every US household should have its own slaves. Madison was notorious for cracking like an egg by failing to practice fiscal discipline and being forced to make political decisions regarding the US National Debt and a willingness to raise Taxes on those who owned any slaves.
- Republicans are the “Monroean Faction,” legacy of Jefferson’s other protégé, James Monroe. It is also appropriate to deem the Republicans as “Monroeans” due to their overwhelming support for the Market/Mixed Economy, empowering financial markets and privatized commercial firms as a means of attaining political power. This reflects the *Gestalt* and *Weltanschauung* of Monroe, who believed that the purpose of the Federal Government is to empower Liberal Capitalists like himself. He had harbored strong economic insecurities because he was constantly concerned about those who were in opposition to Slavery.
- And the Bipartisans are the “Jeffersonian Faction,” representing Jefferson’s own legacy in the realm of US Domestic and Foreign Policymaking. They serve as the ideological vanguard of Jeffersonianism as the *Gestalt* and *Weltanschauung* of Thomas Jefferson’s own ambitions from the Revolutionary War. Appealing to vague notions of “American Exceptionalism,” they are overwhelmingly in favor of promoting Neoliberalism to perpetuate the Empire of Liberty.

The best way to understand the Democratic-Republican Party is not with the Left-Right Political Spectrum, but with a more appropriate “*Freedom-Security Dialectic*.” The ideological positions of the Democratic-Republican Party since the Civil War have been a constant oscillation between the need for greater Security and the need for greater Freedom. The Madisonian Faction favors “*political unfreedom and economic security*,” the Monroean Faction preferring “*political freedom and economic insecurity*.” That is where the Jeffersonian Faction steps in to maintain Checks and Balances, striking a compromise between the other two Factions.

Today, the overall composition, orientation and direction of US politics remains Jeffersonian. It is senseless for anyone inside the Democratic-Republican Party to be advocating for Hamiltonianism because the Jeffersonians will oppose those efforts. But that is not to say that there are no US Presidents whose *Gestalt* and *Weltanschauung* are Hamiltonian. The 20th century alone has witnessed two US Presidents who are not well-known for having embodied aspects of Hamiltonianism (*and, ironically enough, Nietzscheanism-Leninism*), Theodore Roosevelt and Richard Nixon. The former was the historical personification of Hamiltonianism, just as FDR serves as the historical personification of Jeffersonianism and Madisonianism by extension. The latter provided the necessary justifications for *The Work-Standard* and Hamiltonianism, the “Death of Bretton Woods.” While an investigative study of their presidencies is beyond the focus of *The Work-Standard*, let it be known that both men are Hamiltonian by Instinct.

Who are the Real Anti-Federalists?

Is it possible for anyone, American or otherwise, to envisage an “*Anti-Federalist Federalism*” or a “*Federalist Anti-Federalism*?” Often neglected and ignored in US History textbooks and the curricula of most American classrooms and lecture halls, the Anti-Federalists

and their *The Anti-Federalist Papers* are worthy of mention here in relation to the American Essence. It is true that the Anti-Federalists constituted themselves as an entirely different Gestalt and Weltanschauung, but they can also be beneficial for the purposes of Hamiltonianism. In fact, some of them considered themselves as “Federalist Anti-Federalists,” while others like Patrick Henry were sympathetic to Hamilton and his Faction within the Federalist Party. Certain Entries in *The Work-Standard* have Anti-Federalist undertones that pertain to the following topics:

- America is not neither a Republic nor a Monarchy, and yet the Jeffersonians, Madisonians and Monroeans have inadvertently turned America into travesty of both. The Federalist American Union is a “Perpetual Union” that requires a specific model of democratic governance distinct from the current model under the Democratic-Republican Party.
- There needs to be a real balance in the powers wielded by the Federal Government and those wielded by the State Governments. There may be certain US Policies which are more effective if done from the bottom-up by the State Governments as opposed to being dictated from the top-down by the Federal Government.
- Unaddressed, unrectified flaws in the US Electoral College and US Congress have not only raised genuine concerns over excessive presidential and congressional powers, they may even sow the seeds of future disasters that can otherwise be avoided or at least mitigated. Due to the manner in which the US has been organized, revolutionary ways of holding the Federal Government accountable by the State Governments remain forthcoming.
- The Bill of Rights may have done the complete opposite of “protecting” the freedoms and securities of the Individual. Between Madisonianism and the Democratic-Republican Party operating on a Freedom-Security Dialectic, it has instead “infringed” on certain freedoms and securities that will require proper solutions once the US adopts Hamiltonianism.
- **How many Americans are aware of the fact that the US, legally speaking, is operating in a State of National Emergency since 1979?** Or the fact that the 9/11 attacks have given rise to a “Surveillance Capitalism” that profits from the mass surveillance of digital communications and the personal information of innocent Americans? There is even the strong possibility that the Democratic-Republican Party may have broken the Constitution through reckless declarations of “National Emergencies” by Jeffersonian Presidents as US Foreign Policy(!), the most egregious being **Executive Order 12170**.
- Hamiltonianism must resolve important economic and financial questions related to the *Productive Forces* and the *US National Debt*, neither of which were given proper conclusions by Madisonianism in the best of circumstances. Additionally, key questions pertaining to “Federal Ownership,” “State Ownership,” “Federal Taxation,” “Native American Tribes,” “Religious Groups,” and so forth remain unaddressed.

In closing, any Americanization of Pure Socialism leads to Hamiltonian Federalist Socialism. American Socialism will continue the legacy of American Federalism, condemn Madisonianism as the controlled opposition of the Madisonian Faction – the “Democrats,” and present an entirely different American Idea for the American Way of Life. The Federalist American Union is that Idea. Everything begins with a return to the American Essence and its *English-Prussian Dialectic* and the introduction of revolutionary methods.

At the Gates of Tomorrow's Yesterday

Socialist Economy requires Socialist Finance; “never pour new wine into old wine bottles.” The lessons of the previous century, including the gradual market reforms and downfalls of Socialist regimes, have demonstrated the justification for a proper form of Socialist Monetary Policy (SMP) to complement existing Socialist economic policies. The international financial system of Liberal Capitalism has grown increasingly volatile since the death of Bretton Woods and the rise of Fiat Currencies. The Gold Standard, like the Silver Standard in the late 19th century, has proven itself to be too inflexible and incapable of adjusting to changes in overall economic conditions. This fact alone contributed to the rise of “Monetarism,” “Supply-Side Economics,” “Derivatives,” “Cryptocurrencies” and the more recent “Modern Monetary Theory” as Liberal Capitalist attempts to fill in the financial void since the 1970s.

The Value of all Currencies around the world still remains at the mercy of financial markets and commercial banks that decide their Price according to the Incentives of Supply and Demand. This set of arrangements did not bode well for past Socialist Nations, where they have been forced to enact market reforms that eventually brought about their demise towards the end of the 20th century. Even the People's Republic of China (PRC), the other powerful Socialist Nation besides the former Soviet Union, had to make compromises with its Currency, the Renminbi. Although Socialism continues to be advocated in the West and maintained in various parts of the developing world and former Eastern Bloc countries, the lessons of those years have yet to be studied with financial insight from a Socialistic worldview in mind.

For Liberal Capitalist regimes and the Western world in particular, the current financial and monetary policies have proven to be unsustainable to the point of being ridiculous. Capital has grown so abstract that it is now possible to speak of a separate economy all unto itself and is virtually unaffected by the realities of actual national economies. It has also become so easy to create in absurd quantities that all the problems of Inflation and rampant Depreciation have not been properly addressed the growing Sovereign Debts of whole nations. Today, all nations are becoming overburdened by an accumulating deluge of Debt. The effects of Debt, even in spite of attempts at renegotiation through refinancing, continue to impact whether the quality of life in any nation thrives or stagnates.

This fact alone has not prevented all sorts of people from advocating for a return to the Gold Standard and others to promote Modern Monetary Theory. The difference between both proposals is nil; they represent attempts to resurrect some version of Bretton Woods, refusing to address the real questions related to the accumulation of Debt and the US Dollar persisting as the World Reserve Currency. If there has never been enough Gold in existence to sustain the economies of the world by the 1970s, there will never be enough at all to sustain the Gold Standard in the 21st century or even thereafter. Conversely, MMT continues to a naïve attempt to create Capital without realizing the importance of monetary policy and without knowing that there is far more to the concept of Currency than the ability to create it out of nothing. And at the same time, there are those who promote Cryptocurrencies without realizing that financial power has always been backed by the powers of the State. It also does not help that Cryptocurrencies still requires excessive amounts of electricity and some form of access to the World Wide Web (WWW), the Internet used by billions of people around the world to facilitate the existence of a digital Blockchain.

All of these proposals, in addition to never addressing the problems of Interest Rates, Debts and the abstractions of Capital, will never advocate for Currencies to be backed by the physical,

mental and spiritual strength of the people who constitute the nation-state. None of them are willing to address the issues of Deindustrialization, Globalization, Climate Change, Automation, Demographics Decline and Economic Stagnation, especially where the issue of Currency is apparent and unavoidable. Continuing to operate under Liberal Capitalist Finance is senseless for everyone interested in any form of Socialism.

The Concept of The Work-Standard

Five decades after Richard Nixon had declared the sudden, everlasting *Death of Bretton Woods*, *The Fourth Estate* is proud to introduce *Sociable Currency* and its distinct Currency Standard, the Work-Standard. The Work-Standard marks the first serious attempt at the proper conceptualization of a financial model to serve as the revolutionary vanguard of Socialist Monetary Policy (SMP). The term *Sociable Currency* best describes any Currency pegged to the Work-Standard, distinguishing it from the more mundane Commodity Currencies, Representative Currencies, Fiat Currencies, and Cryptocurrencies.

Issued by the Socialist Nation, *Sociable Currency* is pegged to the *Quality of Work* exerted by the national economy. Every economic activity and financial transaction within the national economy flows from the Life-Energy of everyone involved. The Worker's commitment of physical, mental and spiritual strength into an occupation is their Life-Energy. One may be inclined to argue that this Life-Energy is also related to the *Mehrwert* concept, the *Surplus Value* which the Worker attributes to their "Work," independent of the "Capital" and "Debt" required to sustain Neoliberalism.

The Worker pursues their life-long profession as a *Vocational Civil Servant*, channeling their Life-Energy toward the creation of *Work* through the State itself. All *Works* of the Socialist Nation naturally accumulate inside a *Life-Energy Reserve*, which allows the Central Bank to convert all *Works* into *Money* denominated as *Sociable Currency*. The *Money* is sent to the State, where it is then allocated elsewhere for the flourishing of the whole Nation. *Quality of Work* is what ultimately enables *Sociable Currency* to have any inherent Value. Inferior qualities will only yield Currency Depreciation and vice versa, requiring a disciplined work ethic and inherent social values.

This *Quality of Work* is affected by the *Work-Productivity* (WP) of the national economy within the overall production of raw materials, finished goods, and everyday services. *Work-Productivity* is tempered by all Expenses and Costs known as *Work-Intensity* (WI). Allowing WP to surpass WI yields a superior *Quality of Work*, which enables the Central Bank to put more *Money* being put into circulation. It is because of these arrangements that the Work-Standard serves as the only Currency Standard to realize *Economic Socialization* (ES) as opposed to "Economic Liberalization," paving the way for the eventual articulation of genuinely authentic Socialist Finance and Socialist Financial Technology (Fintech). *Economic Socialization* (ES) is not just a fiscal or monetary policy; it marks the beginnings of *Pure Socialism*, the rejuvenation of the *National Essence*, and the eventual realization of "from each according to his abilities, to each according to his needs."

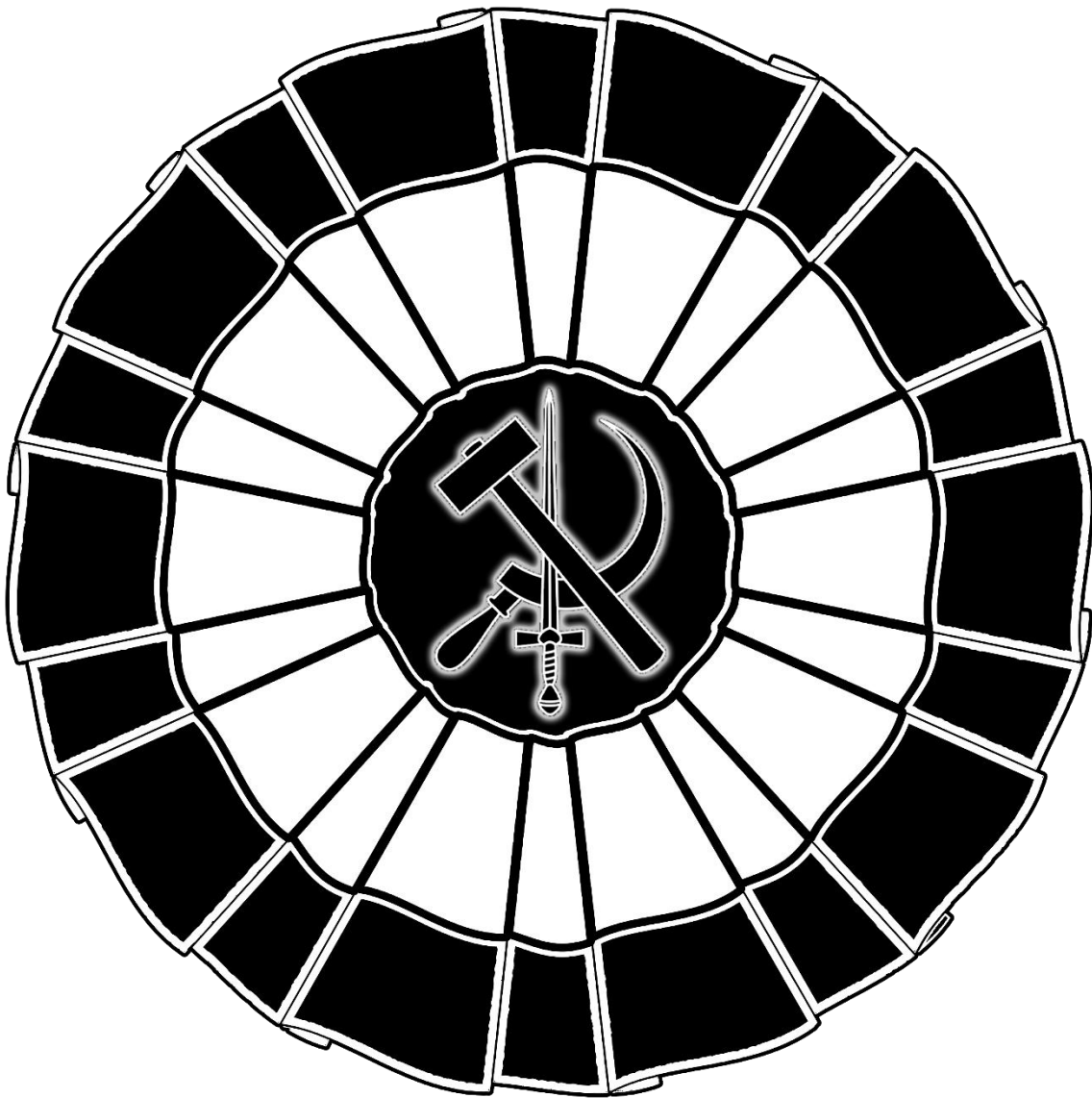
Forays into Unrealized Opportunities and Untapped Potential

There is far more to the Work-Standard itself than what has been described. The details surrounding its intended functions and designs are multi-faceted, crossing into various fields and

disciplines unrelated to the enacting of fiscal and monetary policies. Not everything in the Nation requires a lot of Money, just as certain Professions tend to contribute more Work than others to the Life-Energy Reserve. The great challenge is far more than just providing the most accurate information through the most reliable technologies. There is an ontological factor that affects whether anyone, no matter who they are, will be able to realize their fullest potential.

This *Political Organization Problem* is more than just a governmental issue that only the State can resolve. It is an issue that affects the lives of everyone in the Nation as they live their lives in the service of everyone for everyone (as opposed to “everyone for themselves”). Everyone has their talents, contributions, aspirations and motivations in Life. The State needs to ensure that everyone will coordinate and cooperate with everyone through Economic Socialization, which will become remains an important area of interest for the Work-Standard.

Section One: Key Terminology under the Work-Standard



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a. Incentives

Every Conception of Currency relies on a “Command and Control” (C2) Mechanism. A C2 Mechanism is how we can issue orders to others that they need to carry out, providing resources and information to them as part of fulfilling those specific goals. While it is odd to encounter a military concept being described here within economic and financial contexts, a very similar methodology is consistently being employed by both the Socialisms *and* Capitalism itself. The social structures of those historically conceptualized Socialism and Capitalism, the Prussians and English, were stratified hierarchies that made well-delineated distinctions between the rulers and those being governed. The Prussians and English were always like this before the Enlightenment, as evidenced by their “First Estate” of clergy, their “Second Estate” of nobility, and their “Third Estate” of commoners. The “Fourth Estate,” however, is a more recent phenomenon that emerged in the wake of the Enlightenment between the 19th and 20th centuries.

What differentiates the Socialisms from Neoliberalism is how the latter operates according to a “Freedom-Security Dialectic.” Unlike Socialism, where freedom and security exist inwardly in the subconscious of every Individual, Neoliberalism insists upon freedom and security as existing outward. That no Individual is truly capable of being inwardly free and secure and only a government can provide freedom and security. It is important to note that the Liberal Capitalists do not describe the freedom-security dialectic as such, preferring to call a ‘freedom-coercion dialectic’ that finds its purest form as the “Non-Aggression Principle” (NAP).

The significance of the *Freedom-Security Dialectic* as an overriding factor in Liberal Capitalism is telling. It is apparent when the Liberal Capitalists themselves are defining “security” as a form of ‘coercion’. It is also evident in the distinct manner they define their conceptions of Property, Private Property and Common Property, with aspects of the Non-Aggression Principle in mind. Such language here implies that all Individuals, no matter how ‘secure’ they may claim to be, are somehow insecure by nature and therefore unfree. Freedom and security, Liberal Capitalists argue, never originates from within any Self but from without by a civil government.

Does one not realize that such inward unfreedom and inward insecurity, no matter how outwardly free and outwardly secure they are, reduces them to that of an ‘indentured servant’? Does one not realize that an inward freedom, inward security is tantamount to one becoming a ‘Vocational Civil Servant’ in the Socialistic sense?

There are fundamental differences between being an indentured servant under Liberal Capitalism and a civil servant under Socialism. An indentured servant is an involuntary mode of being that is not too far away from literally becoming a slave like those African Americans who picked cotton in the Southern plantations prior to the Civil War. They can just as easily be a Northern factory worker who, upon emigrating from Europe, is forced to spend long hours for low wages as an indentured servant on the assembly lines of Chicago, Pittsburgh, or New York. But by contrast, a civil servant is somebody committed to their profession on a voluntary basis or is at least compelled by their State and everyone around them—a “Totality”—that they must be involved in another profession like the military for three years. What distinguishes our Socialistic civil servant from the Liberal Capitalistic slave or indentured servant is their inward senses of freedom and security that stays with them even as they get injured in the workspace or on the battlefield.

Liberal Capitalism tends to conceal these facts by a veneer of outward freedom and outward security within the “social contract” (as opposed to a Socialist sacred oath) that an Individual makes with their “civil society” (as opposed to the Socialist State) under Liberal Capitalism. As Americans, we find elements of this false veneer throughout pre-Civil War America, where the

slaves toiling in the fields are ‘entitled’ to food, shelter and healthcare by the plantation owner just as the indentured servants are ‘entitled’ to a tiny share of this Liberal Capitalist conception of Currency called “Kapital” by the factory owner. We realize that what is ultimately motivating the slave in the Southern cotton field and the indentured servant in the Northern assembly line are never to be found within their economic activities. Instead, it is that outward freedom which the slave looks forward to when he escapes the plantation to the North through the Underground Railroad. It is also that outward security that the indentured servant looks forward to when he notices his next paycheck happens to be slightly larger than the previous one.

These two men hailed from vastly different social backgrounds and ancestral pasts. Neither knows the other and yet both are driven by a C2 Mechanism called an “Incentive.” Incentives serve as the Liberal Capitalists’ C2 Mechanism to compel somebody into doing something. Issuing an Incentive requires a fixed sum of Kapital in either Gold and Silver or Schuld (Debt/Guilt) or else promised benefits and material possessions of the same Value. Nobody bothers to do anything under Liberal Capitalism because they are inwardly unfree and inwardly insecure. The slave toiling at the Southern plantation and the indentured servant toiling at his Northern factory are both aware of this and the same can be said for the Southern plantation owner and the Northern factory owner who just so happened to be cousins. The fact that the Southern plantation owner and the Northern factory owner are cousins, which has been the case for Union and Confederate soldiers on the battlefields of the Civil War, helps to illustrate Incentives.

The cousin owning this slave plantation in the South and cousin owning that factory in the North are never going to fathom why the slave escaped or why the indentured servant went on strike. They instead are going to rationalize that a slave heading north or a worker on strike means lost Revenue and may encourage others to follow as Incentives in themselves. It becomes necessary for the cousin in the South to send slave catchers after the escapee and the cousin in the North to send strikebreakers across the picket line. When the law gets involved, coercive measures may be employed against those who assist the escapee just as similar coercive measures may be employed against those who block any strikebreakers from crossing the picket line. Clearly, neither the Southern plantation owner nor the Northern factory owner values the “Work” done by the slave and the indentured servant under Liberal Capitalism. What Liberal Capitalist ideology instructs those cousins to value more instead is the Kapital generated by their slaves and indentured servants, the ability to exploit and subjugate both the slave and the indentured servant for Profit.

Granted, 19th century America is different from 21st century America: Amendment XIII still outlaws slavery and all African Americans are ‘entitled’ to the wages, benefits and salaries enjoyed by other Americans under the rule of law. In reality, what has happened instead is that most African Americans got to receive the similar treatment of immigrants who came to the US. Just as how European Catholic immigrants were discriminated and segregated because of their faith, African Americans were also discriminated and segregated for most of the late 19th and early 20th centuries. Most Americans still retain the status of indentured servants by ‘living paycheck to paycheck’ and thus being a civil servant under Liberal Capitalism is more like a step backward.

‘To live paycheck to paycheck’ or ‘to have a minimum wage job’ elicits negative responses from average people under Liberal Capitalism. Most people perceive their Work as probably next to worthless and confers neither a higher purpose nor even an economic identity that comes with being involved in those economic activities. Everyone works to earn Kapital as their Incentive in Life and everyone is vulnerable to the emergence of “Perverse Incentives” for the right Price. Just as Kapital can facilitate any Incentive, so too can Kapital facilitate every other Perverse Incentive.

A Perverse Incentive is what happens when a given Incentive does not align with what is being expected of those involved. In contemporary America, examples may range from the mundane like restaurant waitresses expecting somebody to leave behind a few US Dollars as Tips to the more illicit like corrupt police officers willing to accept for bribes and looking the other way. The waitress is not being paid enough in Kapital and the corrupt police officers are also not being paid enough. When the waitress gladly accepts the Tips or when the corrupt police accept the bribes, all of them are willingly accepting the commands of whoever is issuing them Kapital.

Similar variations of those two examples also occur within US politics, whenever a billionaire donor or labor union could sponsor the election campaign of career politicians in a Federal Congress that functions more like a Parliamentary Democracy or wherever corporate lobbyists are trying to finance electoral support for proposed legislation. Another variation happens under Liberal Capitalism when bureaucracies protest the decisions of the American Congress of Parliaments to cut Federal funding and 'redistribute' the Kapital elsewhere. The same is also true for those daring to misallocate Federal funds by 'redistributing' the Kapital going to Social Security, Medicare and Medicaid in order maintain a Balanced Budget. These activities and more within the everyday life of most Americans will eventually become normalized as part of a broader Command Culture within the American Way of Life. With Kapital, there is always going to be immense potential for political corruption and scandals to occur from Incentives becoming Perverse Incentives because most Perverse Incentives often begin as certain Incentives becoming more arbitrary than the previous one due to the quantitative nature of Kapital. That in turn is what enables concepts like "Moral Hazard" and "Unintended Consequences" to be given credence.

b. Supply and Demand

Where there is any conception of Currency, there is a Command and Control (C2) Mechanism facilitating it. And where there is any C2 Mechanism, there is a Unity of Commands with a corresponding Unity of Efforts. Liberal Capitalism's conception of Currency is "Kapital," its C2 Mechanism being the "Incentive." To issue Kapital is to issue a command as Incentives on behalf of a Unity of Effort called "Supply" and a concurring Unity of Command called "Demand."

The term "Supply and Demand" refers to how Kapital and Incentives affect the Values of commodities, goods and services according to the "Use-Value" and "Exchange-Value" as part of determining their "Unit-Prices." Every Use-Value is 'stimulated' by its Marginal Utility by offering the most pleasure for the least pain, the most Kapital for the least amount of effort. Every Exchange-Value is 'stimulated' by the Availability of goods and services in existence based on their overall Quantity and the Frequency at which they can be bought and sold for a listed Unit-Price. In a competitive and functional Market/Mixed Economy, privatized commercial firms constitute themselves as the 'market forces' driving the production of goods and services for profits measured in terms of Kapital Accumulation. The goal of market forces is to facilitate the possibility of an Equilibrium between the Unity of Efforts behind Supply and the Unity of Commands behind Demand based on their Incentives and the Kapital ultimately driving them.

Under Liberal Capitalism and its Market/Mixed Economy, Prices are always in constant flux due to different ideological factors. It is 'ideological' insofar as the factors themselves are dependent on the preceding premise that every Individual is inwardly unfree and inwardly insecure by nature and thus can only be outwardly free and outwardly secure through their government under a social contract with civil society. True freedom and true security do not exist under Liberal Capitalism. "Uncertainty" arises not from whether the information from the economy is factually accurate, but the fact that any Individual, by being inwardly unfree and inwardly insecure, will truly know what they need or even want in Life. That is why Liberal Capitalism deems the outward freedom as "political and economic freedoms" and outward securities as "political and economic securities." Every Market/Mixed Economy creates more Taxes, more Regulations, more Social Welfare and Pension payments, more Consumer and Government Spending, more budgetary deficits and eventually more Schuld (Debt/Schuld) through Kapital Accumulation.

It is through the process of Kapital Accumulation within the Market/Mixed Economy that we encounter those factors. This "Comparative Advantage" causes certain goods and services to achieve a greater Demand by being priced lower and tempered by a greater Supply. There are "Opportunity Costs" that affect whenever somebody decides on one choice over a multitude of other choices, "Marginal Costs" that affect whether somebody decides to produce more of the same thing, and "Deadweight Losses" that arise from trying to achieve an "Equilibrium" between Supply and Demand. Additionally, there are those among us who have certain "Preferences" that may not necessarily be their own insofar as they had originated from repeated exposure to Liberal Capitalist propaganda masquerading as 'advertisements'.

Certain reforms implemented within the framework of Liberal Capitalism do not always bode well. One example involves "Price Controls" that essentially freeze a given Unit-Price in place with a given Floor and Ceiling, incognizant of the Incentives of Supply and Demand. This is how shortages occur because Price Controls do not account for any external changes to current economic conditions and everybody will not always know why the Unit-Price for anything would continue rising. Something similar tends to occur in the context of "Rent Controls," which rises as the consequence of gradual increases in monthly rents. Most people are not going to be aware of

factors beyond their control such as land speculation within real estate, interest rates set by the central bank, or the amount of Kapital one borrows in the mortgage to purchase their own home.

The moment one realizes how Incentives of Supply and Demand operate will also be the moment when they become acutely aware of specific ideological language like “Wealth Inequality,” “Oversupply,” and “Underconsumption.” Wealth Inequality occurs among people ‘living paycheck to paycheck’ and demanding that the people wealthier than them should pay more taxes than they do. The idea functions more like a self-correction of market forces insofar as the aim is to achieve some semblance of Equilibrium by agitating for ‘Wealth Equality’. Conversely, any instances of Oversupply (Supply not in sync with Demand) or Underconsumption (Demand not in sync with Supply) will cause the Unit-Price to fall or vice versa.

Another similar variation is the concept of “Wage Controls,” where the amount of Kapital allocated to a Minimum Wage for instance is either cognizant or incognizant of the Incentives of Supply and Demand. It becomes inevitable within Market/Mixed Economies to expect employees to agitate for a higher Minimum Wage and for employers to agitate for a lower Minimum Wage. Obviously, what is being conveyed here is that the employers shall pay their employees more from the Kapital Accumulation that may not always come from their own respective economic. It is more likely to expect the employers and employees of their firm to be receiving some of the Kapital from the loans they receive from the banks, the investments from investors at a financial market, or the tax cuts of the Parliamentary Democracy governing their Liberal Capitalist regime.

There is a very good reason why, when somebody advocates for Socialism in America and the broader Western world, the first question will always be encountered: “Where will you find the Kapital to pay for it?” One does not answer with either or a combination of “more taxes,” “more spending,” “more welfare handouts and pensions,” and more of the same that already occurs under Liberal Capitalism. One does not begin their advocacy for Socialism by trying to exist within the framework of the Kapital and Schuld that naturally accumulates under Incentives of Supply and Demand. Any advocacy of Socialism must operate according to a different way of economic life with its own corresponding political and social ways of living under its own economic order.

c. Kapital

The term “Kapital” is used in the SMP Compendium to denote all forms of Currency that originate from the economic and financial activities of Liberal Capitalism. The distinct properties and characteristics that go into the creation of Kapital are tied to the worldview that defines Liberal Capitalism itself as a political-economic Ideology of the Enlightenment. There are four specific types of Kapital within Liberal Capitalism: Bimetallism, Schuld, LCFIs, and Cryptocurrencies.

- “Bimetallism” refers to the Gold and Silver Standards that had dominated much of international finance in the Western world prior to the end of the Bretton Woods System. This form of Kapital relies on the Value of a Currency being pegged to the Price of Gold or Silver. The Silver Standard ended in the 1873 financial crisis that brought about the original “Great Depression” of 1873-1896, replaced by the Gold Standard throughout most of the 20th century. The Gold Standard that met its demise in the two World Wars was defined by the British Pound Sterling as the World Reserve Currency, the predominant Currency during the period. It was later superseded by a post-1945 variant which is the subject of this Post.
- “Schuld” is a German word that has two meanings, both of which are employed to describe the deeper meanings behind the contemporary usage of Fiat Currencies. It can mean “Guilt” in a moral sense, and it can also mean “Debt” in the financial sense as well. Whenever a Currency is not backed by anything, it is a Fiat Currency pegged to the Schuld Standard. This form of Kapital has been the most commonly-used variant since the end of Bretton Woods, as evidenced by the spiraling amounts of Schuld accumulated by nation-states for decades. Its composition is a dialectical combination of lending Credits and borrowing Debits.
- “LCFIs” (Liberal Capitalist Financial Instruments) refer to the means of financial production commonly found at Financial Markets under Liberal Capitalist Financial Regimes. With the exception of “Forex” (Foreign Exchange), LCFIs emerged in the centuries since the Enlightenment of the 17th and 18th centuries, as Liberal Capitalism gradually created its planetary hegemony throughout the 19th and 20th centuries. These include Securities such as “Stocks” and “Bonds,” “Derivatives,” “Options,” and “Futures,” as well as “Mortgages,” “Insurance,” and “Commodities.”
- Lastly, “Cryptocurrencies” represent the latest form of Kapital, its conception a byproduct of advancements in the commercial application of computer technologies after Bretton Woods. The historical documentation on Cryptocurrencies were conceptualized between the 1980s and 1990s before finally becoming realized by the advent of the Bitcoin in the late 2000s. Since the Bitcoin’s introduction, an entire industry devoted to this form of Kapital has grown up throughout the 2010s and has proven to be unstable due to the lack of anything backing its Value except for a “Blockchain” that acts as a digital ledger for a limited number in circulation at any given time.

All four types of Kapital prevail in the post-1945 world thanks to the financial hegemony of the US Dollar as the World Reserve Currency. The origins can be traced back to the final years of the Second World War. The terms of the post-1945 monetary order was arranged in the national interests of the US at the Bretton Woods Conference in 1944. The Allied Powers convened in response to the proliferation of protectionism, currency devaluations, and trading blocs that

defined the interwar period between the two World Wars. They sought to ensure that the conditions which created those policies would never be repeated in the latter half of the 20th century. Among the terms agreed upon by the Allied Powers included the creation of the “International Monetary Fund” (IMF) and the “International Bank for Reconstruction and Development” (IBRD), the lending arm of the World Bank. What enabled the rise of US Dollar hegemony was the “Bretton Woods System” that defined Western international finance during the early half of the Cold War.

It should be noted that the death of Bretton Woods has led to a divergence among Liberal Capitalist intellectual circles for decades. It is pure irony because of how they have been able to convince the world after 1945 that Planned/Command Economies are impractical through unanimous consensus but deviate from each other over the question of *Financial Regimes*. In essence, the latter half of the Cold War did nothing to substantially undermine the viability and feasibility of Planned/Command Economies. What the 1970s and 1990s as well as the decades thereafter have demonstrated is the need for the reapplication of the general premises behind Planned/Command Economies within their own particular *Financial Regime*. That in turn requires a revolutionary approach to everyday financial practices under Socialism.

The post-1945 consensus in international finance shattered once the Old Keynesian model became increasingly impractical. The ones who refined the original ideas behind John Maynard Keynes’ works, Sir John Hicks, Franco Modigliani and Paul Samuelson, who saw the credibility of their own improvements, had been undermined by the end of Bretton Woods. The onset of “Stagflation” in the 1970s created contradictions in the reliability of the “Phillip’s Curve” by a rise in the Inflation Rate and concurring rise in the Unemployment Rate. This is important because the Phillip’s Curve insists that rising Inflation Rates are correlated by a decline in the Unemployment Rate. It can be argued that the rising Inflation Rate coincided with the end of the Gold Standard, the adoption of the *Post-Bretton Woods Debt-Standard*, and the difficulties which Liberal Capitalists faced in adjusting to Stagflation and the Energy Crises of 1973 and 1979.

Nevertheless, the Keynesian interpretation of Liberal Capitalism survived the fall of Bretton Woods thanks to the research of economists like Stanley Fischer and John Brian Taylor around the late 1970s and early 1980s. They argued that the Phillip’s Curve needed to be revised to account for explicit nominal price changes and wage-setting. The result led to the creation of “New Keynesianism,” its adherents including Joseph Stiglitz, Paul Krugman, and Nouriel Roubini.

Serving as a counterweight to the prominence of New Keynesianism is the Monetarism of Milton Friedman and Anna Schwartz, who popularized their Anti-Hamiltonian interpretation in *A Monetary History of the United States, 1867–1960*. Friedman was the same historical figure who had devised the market reforms of Augusto Pinochet’s Chile after the overthrow of Salvador Allende and the destruction of *Project Cybersyn*. Within economics and finance, however, Friedman was known for his rejection of the Gold Standard, condemning all attempts to revive it as impractical, even for Liberal Capitalism. While this causes the Monetarists to be in opposition to the Austrian Schoolers advocating for a return to Bimetallism, the Monetarists themselves also detest New Keynesianism. For the concept of Inflation in the Monetarist interpretation argues that it only arises from Kapital and nowhere else. A number of prominent Monetarists are well-known figures such as Prime Minister Margaret Thatcher and Federal Reserve Chairmen Paul Volcker and Alan Greenspan. Greenspan in particular was once a follower of Ayn Rand’s Objectivism philosophy and addressed concerns about the Y2K Bug among American financial institutions.

While the New Keynesians and the Monetarists remain adamant about not revisiting the Gold Standard, that has not stopped the Austrian School, however. Those who favor the Gold Standard have done so on the belief that the Value of Kapital overall has waned for decades under

the Schuld Standard. A similar variation of this interpretation, abetted by the Cybernetic technologies research of Friedrich von Hayek, is the recent interest in Cryptocurrencies. Although the philosophical concepts are present within von Hayek's lesser-known works on Cybernetics, the technical research coincided with the development of information and financial technologies.

Research into Cryptocurrencies coincided with the conceptualization of "**Triple-Entry Bookkeeping**" as a precursor to the Blockchain by Japanese economist and accounting researcher Ijiri Yūji. Ijiri outlined the concept of Triple-Entry Bookkeeping in a 1989 monograph entitled, *Momentum Accounting and Triple-Entry Bookkeeping*. A working Cryptocurrency was not unveiled until computer scientist David Chaum refined his own ideas on Cryptocurrencies from 1983 to create "Digicash" in 1995. Over the years, serious research into a practical Cryptocurrency was attempted without success until a certain "Satoshi Nakamoto" (or Nakamoto Satoshi, if one believes that this person is Japanese) invented Bitcoin towards the end of the 2000s. Since the realization of Bitcoin, most Cryptocurrencies have proliferated to overcome the programmed limitations on the Quantity of available Bitcoins. Both Bitcoin and its various derivatives share the notion of creating small amounts of Kapital with excessively large amounts of computing and electrical power. Their mere Scarcity is what enables them to have any Value whatsoever.

A general trend that can be discerned from the divergence among Liberal Capitalists concerns Kapital itself under the Post-Bretton Woods Debt-Standard. Kapital is becoming increasingly abstract and even divorced from the everyday realities of actual national economies. Its growing abstractions ought to be studied as part of the growing abstractions of what passes as "Freedom" and "Security" as these two specific terms are understood by Liberal Capitalism in general. Kapital does provide a combination of both in the forms of material wants and desires, despite the world literally drowning in a deluge of Kapital backed by cheap Schuld. But there is never enough Kapital in existence, just as how there will be too little Kapital in existence, a weakness exploited by Environmentalists in their advocacy of combating Climate Change. However, this 'Freedom' and 'Security' are really contradictions of actual 'Unfreedom' and 'Insecurity' insofar they both manifest themselves as dialectics within "Underemployment," "Wealth Inequality," "Taxation," "Social Welfare," and "Insurance." They are also observable among the more recent interest in Economic Nationalism vis-à-vis the Tiger Economies of Asia and the Social-Democracies vis-à-vis the Nordic Model of Scandinavia.

D. Intent

Every conception of Currency operates on a Command and Control (C2) Mechanism designed to coordinate a Unity of Command and a Unity of Effort. The Liberal Capitalist conception of Currency is “Kapital” and the “Incentive” as its C2 Mechanism, designed to issue orders with a Unity of Command called “Demand” and a Unity of Effort called “Supply.” The goal for Liberal Capitalists is to find an “Equilibrium” between Supply and Demand. It may seem like an unusual way of understanding finance and economics, but the very concept of Kapital in general relies on “Schuld” (Debt/Guilt) to justify its own existence. It matters very little if Kapital itself is backed by Gold and Silver, Debt, or Cryptocurrencies; the goal of Kapital Accumulation is to pay off the Schuld as part of the “Profit Motive.” Any and all means to wipe away the Schuld become permissible under Liberal Capitalism, up to and including all forms of illegality.

The Liberal Capitalists may deny this or never realize why the German word “Schuld” best describes Kapital, but their conception of Currency affects how everyone in any nation value their Work. People lose sight of why they are doing something and why they exist to begin with because so much of their time and effort is being spent on trying to pay off the Schuld and generate the greatest amount of Kapital with the most pleasure for the least amount of pain. We tend to see this behavior manifest itself in different variations. There are privatized labor unions going on strike to demand higher and higher wages to the detriment of other labor unions, privatized commercial firms driving other firms into inexistence, pensioners demanding larger sums in their pensions, governments levying higher and higher taxes, and corporate lobbyists and special interests subverting the political process for their own personal gain. Here, a very simplistic conception of human existence, “Homo Economicus,” exists in an ideological mold that everyone must conform to the detriment of all other cultural, faiths, ethnic, and national identities.

But these behaviors are not conducive to a healthy, prosperous, and orderly nation. Socialism does not arise from the belief that the working class should be paid more or that the state should control the means of production. The demand for economic freedom through Socialism consistently arises as the demand for a different conception of Work which is antithetical to Liberal Capitalist ideology. What Socialism advocates for is a different economic order, a different way of doing things, its interpretation affected by everyone constituting themselves as part of the nation-state. The “Socialism” of one country differs from the “Socialism” of a neighboring country and vice versa. Culture, tradition, faith, history, nationality, and other key sociological traits are what defines each Socialism in its attempts to implement an entirely distinct conception of Work.

No Socialism in actual practice is going to rely on Liberal Capitalist conceptions of Currency, C2 Mechanism, Unity of Command and Unity of Effort. Practical applications require their own version, and the Work-Standard is more than capable of achieving this. At its simplest form, the Work-Standard advocates for a different conception of Currency where Money (“Geld”) is pegged to Work (“Arbeit”) based on its Quality, Frequency and Sustainability. From a personal level, it matters greatly as to whether an Individual is engaging in any form of Arbeit because it is a part of their Vocation in Life or whether they are involved because of any reward that comes afterward. Arbeit is more focused on the here and now, whether an Individual pursues their Vocation with an inward freedom and inward security (as opposed to the outward freedom and outward security provided by Liberal Capitalism), tempered by Legal Duties and Constitutional Obligations to the whole nation. The Individual will receive the information and resources from the Council State to pursue their Vocation in the determination to create Arbeit and let the Central Bank convert it into Geld as payments for their economic contributions to the Socialist Nation.

If the Socialist conception of Currency—*Sociable Currency*—is “Actual Geld” backed by “Actual Arbeit,” the C2 Mechanism is an “Intent.” The concept of Incentives shall be replaced entirely by this most appropriate alternative. Nobody does anything without an Intent, a coherent purpose in Life. This notion from Liberal Capitalism that people are perfectly rational beings with access to flawless information and calculating everything on the basis of pain and pleasure is ridiculously absurd. People do their work as part of a higher sense of purpose that no government could ever provide. They are informed of this purpose by their national culture and personal upbringing, by their own talents, by God, by history itself or a determination to serve the nation.

Conversely, people are not always going to be rational or reasonable, just as how there have also been people who remain misunderstood, unknown and alienated by Liberal Capitalist ideology. To Liberal Capitalists, they defy Reason itself because what is deemed irrational to them is comprehended in quasi-scientific notions. A true Artistic Socialism, as opposed to Scientific Socialism, resembles an Artform as opposed to a Science. Only from the *a priori* position of Socialism being an Artform can anyone argue that there is no one way of implementing Socialism; Everyone has their own conception of economic freedom, just as they have their own Socialism.

Understanding all Socialisms on their own has its unique benefits. One can be more sincere and direct in their discussions of any Socialism with an authentic sense of constructive criticism. One can freely speak their minds about why they exist as they are, deciding for themselves what their Socialism can learn from other Socialisms from within its own National Essence. This sort of thinking does not exist under Liberal Capitalism because its adherents emphasize the *a priori* argument that no Individual is inwardly free and inwardly secure. Its adherents claim their ideology is binding on all of humanity, refusing to acknowledge the multiplicities of the different ways of life on Earth. Never will they recognize the true dignity of Actual Arbeit.

That is where the concept of Intents become applicable to the Work-Standard. Any Currency pegged to the Work-Standard will now require economic life to be defined by a higher sense of purpose and meaning that cannot be found by simply getting rich and not contributing any more Actual Arbeit by some superfluous pursuit of an “Early Retirement” or a senseless preparation for one’s “Retirement” later on in Life. People need to find a purpose in their own personal lives, which is something no government and no piece of legislation will ever provide. The purpose of Socialism bestowing inward freedom and inward security is to provide everyone with the means to decide for themselves how they wish to live in the Socialist Nation with the National Essence as their touchstone. What their government can do, besides allowing everyone to participate in the means of production, is to lay out the Constitutional Intents informing everyone of why they are free and why they are called to serve others under the rule of law. The sooner one adopts this sort of reasoning, the more sensible the Work-Standard becomes as a viable alternative to the Post-Bretton Woods Debt-Standard.

e. Command and Obedience

Any realization of the Work-Standard, including the implications of creating a Socialist World Order, must begin with the Socialist Nation. One must recognize the need to go “beyond Good and Evil,” beyond Kapital and Schuld (Debt/Guilt) and the Incentives of Supply and Demand. Such recognition requires transcending the old values through the creation of new ones or, more specifically, the restoration of older values once despoiled by Liberal Capitalism. The Work-Standard relies on a different conception of Currency where the Value of the Actual Geld (Money) is pegged to the Actual Arbeit (Work) of the Socialist Nation through an Intent that relies on the “Synchronicity” of its own Unity of Command and its own Unity of Effort. This Unity of Command and Unity of Effort deserve the appropriately titled “Command and Obedience.”

Command and Obedience marks a departure away from Supply and Demand that characterizes the Market/Mixed Economy. In a Planned/Command Economy, there are “Equipmentalities” (as opposed to ‘Commodities’) whose Values and Prices are affected by their Reference, Relevance and potentiality for context-sensitive Repurposing. Values and Prices of all goods and services are affected by the Sustainability, Frequency, and Quality. Unlike the Market/Mixed Economy and its overreliance on quantitative means of production, the Planned/Command Economy is more focused on the *qualitative means of production*. Any emphasis on quality over quantity requires a different understanding of economic life beyond what is already known under Liberal Capitalism.

Command and Obedience’s “Sustainability” refers to the ability in which the production process can continue at the current Price without any major complications. A good analogy involves a food packaging manufacturer producing foodstuffs and delivering them to the local grocery stores and supermarkets. Based on a listed Price, can we expect the production process has enough Sustainability to ensure that there will be no empty shelves like what happened at the end of the Soviet Union’s existence? Does one simply ‘increase production’ and ‘give approximate estimates’, like what the Soviet economic planners had done, or does one try to understand why the risk of empty shelves is becoming inevitable despite ‘increasing production’?

Affecting the production process are the “Frequency” of transactions and the “Quality” of the goods and services themselves. As the Frequency of transactions increases, it is natural to expect the overall Quality of goods and services to decline as attempts are made to expedite the production process. The goal here is to ensure that the Quality of goods and services are aligned with the Frequency at which they are being bought and sold to ensure Sustainability of the production process. Economic Planners under the Work-Standard are to be embedded in every aspect of the production process as opposed to simply claiming that ‘production will increase’ from inside a government building far away from the production process itself. They must socialize with the people they are working alongside them, familiarizing themselves with the goods and services intended for the people who will ultimately buy and sell them at the stores.

Suppose the Quality of goods and services cannot match the Frequency of transactions. There may be possibilities where attempts at realigning Quality and Frequency cannot be achievable. Sustainability declines as the production process struggles to maintain a proper pace. When this happens, the logical response is to increase Prices to reduce the Frequency of transactions, allowing Quality of goods and services to catch up and restoring stability to the Sustainability of the production process. Prices under the Work-Standard are not static like Price Controls; they can and will change based on overall economic conditions of the Socialist Nation.

This in turn is where the concept of Command and Obedience becomes applicable to the purposes of the Socialist Nation. The *Obedience-side*, the Unity of Effort, oversees the production of as many goods and services as possible based on a given Quality. The Quality must meet or exceed the Unity of Command, the *Command-side*, affecting any increases or decreases in the production process based on a given Frequency. As Obedience begins to be in lockstep with Command, the likelihood of attaining Synchronicity increases as the production process maintains Sustainability. Greater Sustainability in the production process causes fewer alterations in Quality and Frequency, resulting in few or no changes to the Price of any goods and services.

When there are few or no changes in the Price of any goods and services, the economic planners begin to reassure themselves of achieving “Synchronicity” under the Intents of Command and Obedience. Synchronicity is discernible for the Economic Planners when they discover the presence of correlations between what is being said and what is being done, indicating a metaphysics governing the everyday thoughts and actions of the Socialist Nation. Everyone knows what is to be expected of them and everyone knows what needs to be done. Everyone works under a *Constitution of Intents and Obligations* as well as a *Legal Code of Duties and Rights*, finding the right tempos and tenors to ensure that there will be plenty of cheap, high-quality food available for sale at the grocery stores and supermarkets.

For those not involved in the production process, the Intent is consistently upheld by the Economic Planners and the personnel producing the goods and services. The Command-side and the Obedience-side must always be synchronized, cognizant of economic conditions and acting accordingly. In short, that is the meaning of Synchronicity.

f. Arbeit and Geld

The SMP Compendium generally envisages a practical application of the Work-Standard as the conversion of Arbeit into Geld and Geld into Arbeit. The terms ‘Arbeit’ and ‘Geld’ are derived from the German words for “Work” and “Money” respectively. The usage of those specific words in the German language is to emphasize the specific process that the Work-Standard operates on. This is also part of the consideration as to why Arbeit and Geld are not translated to their English equivalents, ‘Labor’ and ‘Capital’ respectively, because those English terms lack the deeper contextual meaning of what the Work-Standard is ultimately implying.

To peg a Currency to the Work-Standard is to create a Sociable Currency by having its Value backed by the Synchronization of “Quality of Arbeit” and “Quality of Geld” from all economic and financial activities. The State, particularly its Financial Regime, is the only power capable of upholding the Value and ensuring it does not fluctuate in terms of Currency Depreciation/Appreciation. Every sector of the economy will contribute Arbeit to the Central Bank in varying increments. Some generate more Arbeit than others and some will yield less due to the nature of the economic sector in question and what the professions within it entail. Technologies compatible with the Work-Standard have the potential to enhance the amount of Arbeit that can be contributed under a given timeframe.

The Council State wields the Intents of Command and Obedience. The Arbeit of the national economy is registered by the Central Bank’s “Life-Energy Reserve.” A Life-Energy Reserve is the accumulated sum of all Arbeit in the Socialist Nation. The Central Bank converts the Arbeit into Geld at a conversion rate specified by the other two members of the State’s Financial Regime, the Head of State and National Legislature. The Head of State must sign into law a specified rate at which the economy’s Arbeit will be converted into Geld. This authorization is to be conducted with the express approval of the Legislature before the Central Bank can be allowed to begin or resume the conversion of Arbeit into Geld.

Once converted into Geld, the State will be able to use it for practically everything that the nation-state will need. From financing State-Owned Enterprises (SOEs) to expanding the ability of the economy to contribute even more Arbeit, the Council State remains final authority as part of a functioning “Council Democracy.” All known State Expenses, such as operating costs, upkeep and repairs, and wages, will be deducted from the Geld that is available as part of the State Budget. Whatever Geld is left after the expenses will then be allocated to the State Budget, where it can then be allocated to various areas of the Socialist Nation through the political process.

It should be noted that the amount of Geld that can be put into circulation is dependent on the overall amount of Arbeit available in the Life-Energy Reserve. The goal of this arrangement is to discourage “Attrition” and the effects of Currency Depreciation. In short, it provides the Intent of mindfulness toward work ethic and the economy’s willingness to avoid overworking itself. But at the same time, there needs to be a similar Intent of mindfulness over neglect, carelessness, recklessness, complacency, which will cause a distinct form of Currency Appreciation called “Inaction.” The Central Bank gauges the extent of Currency Depreciation/Appreciation by means of a special metric called the “Attrition/Inaction Rate.”

The Work-Standard’s distinct metrics, including its equations used to calculate the generation of Arbeit and the conversion into Geld, will be covered within their own entries in the SMP Compendium. These entries will include corresponding ones where the Liberal Capitalist equivalents are discussed in order to address their inherent differences and what the Work-Standard does differently through its own methodology.

g. Zeit

The etymology behind the usage of the term Zeit in the SMP Compendium originates from the German word for “Time.” Zeit refers to the tertiary unit of measurement in gauging the economic and financial activities of the nation-state. It is meant to operate alongside the primary and second units of measurements employed by the Work-Standard, Arbeit and Geld respectively. With Zeit, the State is able to study the rate at which its economy is capable of contributing a specified amount of Arbeit to the Central Bank’s Life-Energy Reserve, and the rate at which the Central Bank is able to convert that Arbeit in Geld as part of the nation-state’s Financial Regime.

Additionally, Zeit is used to study specific professions or sectors within the economy and their contributions. Not everyone works at the same timeframe. Some people work shorter hours and others may work longer hours. It can be due to personal considerations like family, schooling or health, the details surrounding the profession in question, or even the impact of non-monetary policies by the State and the Technology that is employed by certain Economic Sectors. The real implication that Zeit dares to ask is what can be done under a given timeframe and whether something can be achieved on schedule, ahead of schedule, or behind schedule.

Zeit is also employed as the means of making future projections concerning the conversions between Arbeit and Geld. By studying past trends and practices within the economy, the State can begin making conclusions on whether certain policies will affect the balance between Arbeit and Geld as part of its monetary policies. Another aspect of this particular usage of Zeit is the Central Bank’s decision-making process in setting the Mechanization Rate as the Work-Standard’s Usury-free alternative to the need for maintaining Interest Rates. The Central Bank, based on what has occurred in the past, can plan for the future by setting the “Mechanization Rate” at a specified point in Zeit. The Mechanization Rate can be altered and manipulated by the Central Bank at the formal discretion of the other two members of the Financial Regime.

Under no circumstances whatsoever will Zeit ever be used as something to back the Value of any Currency pegged to the Work-Standard. Where Zeit does present itself as a contributing factor in the relationship between Arbeit and Geld is the State policy on the number of mandatory hours for all work-weeks. The total number of hours in the work-week will affect the amount of Arbeit that can be allocated to the Life-Energy Reserve. Hours that do not contribute any Arbeit is “Freizeit” (Free Time). Having a 40-hour work week is considered to be within the normal bounds. A 35-hour work week is feasible by increasing the Mechanization Rate to enhance the amount of Arbeit that each profession within a given economic sector is capable of contributing.

Longer work-weeks that go from 48 to 56 hours should be considered as being within the bounds of national emergencies and wartime contingencies. Hostile invasions from enemy forces and devastating natural disasters are two good examples for why a work-week would last that long.

Any Arbeit generated from “Überstunden” (Additional Hours or ‘Overtime’), which is to say that someone was asked to work beyond their normal hours, is compensated in Geld by the Council State. The State reserves the political power necessary to set the total number of hours in the work-week, the amount dependent on all economic conditions in the Socialist Nation. Provided that the Socialist Nation is not under circumstances where it must spend longer hours at the workspace for every work-week, the minimum number of hours will be set at 35 hours, the maximum number of hours at 56 hours. Either way, beware of the Attrition/Inaction Rate. Any alterations to the work-week will certainly affect extents to which the Sociable Currency depreciates or appreciates under any given set of circumstances.

h. Schuld

In the SMP Compendium, Schuld is a German word with two etymological meanings, a legal one and a financial one. The financial meaning is commonly used to refer to “Debt,” which is the amount that an indebted borrower owes to a credited lender. The Currency in question depends on whether the borrower owes the lender Geld (if the transaction was done under Socialism) or Kapital (if the transaction was conducted under Liberal Capitalism). The other etymological meaning buttresses, rather than detracts, the financial significance of this Author’s decision to refer to Debt as ‘Schuld’. The term itself is meant to convey a sense of guilt that may or may not necessarily be legally justifiable. The ‘guilt’ arises from the limitations of a financial system that revolves around endless borrowing and lending that ultimately buries scores of people, firms, institutions, and governments in Schuld.

The ever-growing deluge of Schuld among Western and non-Western nation-states around the world is the consequence of the death of Bretton Woods. In essence, the collapse of the Gold Standard gave rise to the proliferation of Fiat Currencies backed by the “full faith and credit” of the Financial Regime. These Fiat Currencies are designed to generate Schuld because there is nothing that is ultimately backing their Value except the promise of the Financial Regime to enforce its Value and pay any and all dues as Legal Tender. Everything is centered on an incessant cycle of Schuld generated by the creation of Kapital through the lending and borrowing of loans by banks and Central Banks and Securities by governments and Financial Markets.

The proliferation of *Fiat Currencies* has led to the widespread overabundance of Kapital backed solely by the Schuld that they leave behind as the only thing backing its Value. The cycle of Schuld that Fiat Currencies create is capable of overburdening anyone beyond their ability to pay. Individuals and nation-states are not immune to this trend, as the world continues to accrue increasing sums of Schuld with each passing second of every single day. It is mind-boggling for anyone to realize that Fiat Currencies leave behind a trail of Schuld, because there will always be a lender expecting their borrower to pay back what has been owed.

A Currency pegged to the Work-Standard will operate under a different set of parameters. Rather than have its Value be backed by Schuld, it is instead pegged to the Arbeit, the “Work,” generated by the economic activities of the nation-state. This is not to suggest that Schuld ceases to exist entirely. Any Schuld that arises will more often stem from trying to live beyond what is allowed by the means of production. If any expenditures exceed beyond the amount of Geld, of “Money” created under the Work-Standard, then Schuld will begin accumulating. It is unlikely that the need to borrow and lend Geld will be diminished due to the distinct properties surrounding how the Work-Standard operates. The key driver is no longer Kapital; it is now Actual Arbeit.

I. Financial Regime

The term “Financial Regime” is used throughout the SMP Compendium to refer to the political forces in command of a nation-state’s monetary policies. A lot of confusion about how monetary policies are conducted and realized within conventional economics can be cleared by defining the significance of Financial Regime as a term. The term itself was introduced by this Author to refer to all financial and economic activities fall within the concerns of the Council State, such as the conversion rates of Arbeit into Geld as part of the “Life-Energization Reciprocity (LER) Process,” the Mechanization Rate, and other relevant topics.

The key power structures that are definitive of the term are the Head of State, the Legislature, and the Central Bank. The Central Bank is tasked with maintaining the Value of the Currency, including the rate at which it is allowed to depreciate or appreciate at any given point. The Legislature and the Head of State are the political forces that must decide and approve upon any changes to specific aspects of the Socialist Nation’s Sociable Currency. It can range from something as simple as introducing a redesigned banknote or minted coin into circulation to more important ones like altering the Exchange Rate. Ideally, the Head of State, Legislature and Central Bank should be coordinating their actions alongside the economy so as to achieve proper Synchronicity between the State and the rest of the nation-state.

There are inherent differences between how the Financial Regime conducts itself. It always depends on whether it is Liberal Capitalist or Socialist in terms of its political outlook:

- If the nation-state is Liberal Capitalist, there is minimal or no Synchronicity between the State and the economy, which in turn extends to the Central Bank as part of the Financial Regime. Instead of than the State, the Financial Markets and the Fractional-Reserve Banking System will set the parameters. An example of this has been the proliferation of Floating Exchange Rates, where the Forex (Foreign Exchange) Markets are able to decide the Exchange Rates between Currencies. It is doubtful that the Legislature will be determined to cast aside petty parliamentary squabbles because in addition to carrying out their party’s agendas, they must be in the position to win the next electoral cycle. In a time when the Heads of State in many nation-states are elected as part of political parties rather than as hereditary or apolitical rulers, the Head of State is not an exception. Thus, it becomes natural for the Financial Markets and Fractional-Reserve Banking to be coordinating with the Central Bank on monetary policies.
- Conversely, if the nation-state is Socialist, there will be Synchronicity between the State and economy. This is assuming that the Head of State and the Legislature are determined to collaborate and work together in Solidarity to further the national interest. The Central Bank, as part of the Financial Regime will not be relying on Financial Markets and commercial banks to coordinate monetary policies. It will instead rely on the Head of State signing and authorizing any new money policies with the explicit approval of the Legislature, with the Central Bank executing those policies. This arrangement is made possible thanks to the nation-state operating along the parameters of a Council Democracy, which has its own distinct style of governance.

j. State, Totality, and Self

Throughout the SMP Compendium, there are six recurring terms that are intended to denote the specific sociological categories that exist within any nation adopting the Work-Standard. The Individual or the “Self,” the Class or the “Estate,” followed by the “People,” the “State,” the “Church,” and the “Totality” (which is all of the above). The terms “Individual” and “Class” are interchangeable with “Self” and “Estate” respectively to point out how there is a continuity inherent among the Classes (i.e. the ‘working class’, ‘middle class’ and ‘upper class’) that are reminiscent of the old Estates System within Western countries prior to the Enlightenment. Therefore, whenever one encounters words like “Self” or “Estate” being employed in various SMP Compendium entries, always remember that they are a shorthand for the Individual and Class respectively. The other terms are self-explanatory until somebody pursues a Deconstruction of what the Totality is really supposed to describe with regard to the Socialist Nation.

Below are the descriptions for all six sociological categories under the Work-Standard:

1. The Totality is an umbrella term to denote all Churches, States, Peoples, Classes and Individuals within the Socialist nation in the SMP Compendium. It is a whole that is far greater than the sum of its parts. The definition is designed to be so broad that it will specifically refer to everyone living and working in the Socialist Nation. Everyone in the Socialist Nation, no matter who or what they are, where they are located, and why they exist within certain social structures, is a member of the Totality. When somebody needs to refer to the specific adherents of a religion, a government, an ethnicity, a social rank, or a person, Totality can no longer be applicable. The only exception accepted by the SMP Compendium is for certain Entries related to the Totality’s socio-political-economic relations with the Individual and the Council State by extension among various legal, political, technological, financial, historical and philosophical contexts.
2. The Church refers to the adherents of a religion, including its denominations and sects. The SMP Compendium reserves this term for contexts where it is referring to the ecclesiastical authorities and clergy who act as the leaders of their religion. Avoid this term if somebody needs to go into specifics and describe the clerics of a particular religion and their congregations or when we need to distinguish between different denominations and sects within the same religion. Not everyone in the Nation is going to be practicing the same faith or adhering to the same interpretation.
3. The State refers to the central government and the various regional and local governments subordinate to it. The SMP Compendium reserves the term itself when it is referring to the central government and the authorities who govern it. Avoid this term if somebody needs to go into specifics and describe the government of a given region or the various metropolitan and municipal governments that operate under its jurisdiction. Not everyone lives within the same geographical location.
4. The People, like the two preceding terms, is also a broad term. While it generally refers to the ethnicity which defines the majority of the general population, it can also refer to foreigners, ethnic minorities, and others who also reside as part of the Socialist Nation for the benefit of the Socialist Nation. Avoid this term if somebody needs to differentiate between specific People’s Communities. Not everyone who is a national is going to always live in their Nation, just as how not everyone living in the Nation are one of its citizens.

5. The Class or the Estate denotes a specific **Social Rank** within the hierarchical command structure of the Nation. Everything is organized based entirely on Rank and Achievement, rather than these outlandish notions of Blood and Wealth. Anyone can be nobility or a billionaire in the Socialist Nation under the Work-Standard, but they have no authority over their superior, who might be a member of the working class. That is not to say the reverse cannot happen; in either case, both possibilities need to be taken into account according to the achievements and actions of those who are being evaluated by the Totality.
6. And lastly, the Individual or the Self can refer to anyone who lives as a citizen of the Nation or a foreigner allowed to work, study, and live in the Nation. The SMP Compendium employs this term in a broad sense to describe what is to be expected of anyone residing in the nation. When somebody needs to go into specifics, they refer to that person by name, distinguishing them from the rest of the Totality.

These terms are essential for understanding how the concepts of Arbeit and Geld impact the national economy of the Socialist Nation under the Work-Standard. Be familiar with the details behind each term as they are deployed across various SMP Compendium Entries pertaining to the Work-Standard's equations and accounting practices. More importantly, any future treatises building on the specifications of the Work-Standard will also expand and elaborate further on how all facets of everyday life in the Socialist Nation interacts with each other.

k. Synchronicity

To begin, there is an old humorous joke in the former Soviet Union and the Eastern Bloc countries. Variations of this joke exist on the [World Wide Web \(WWW\)](#). Even so, the general logic remains constant in any version that one may encounter online. The joke reads:

“The government pretends to pay the workers, so the workers pretend to work.”

This example of Cold War-era dark humor contains an important lesson that is best understood in a Socialistic context under the Work-Standard. The Work-Standard stresses the need for “Geld,” the Money of the Socialist Nation, to be pegged to “Arbeit,” the Work of the Socialist nation. The Totality expects to be paid Geld from the State for any contributions of Arbeit. The State itself expects to be given Arbeit from the Totality for any payments of Geld. When the State fails to pay the Totality, the Totality stops contributing Arbeit. When the Totality fails to contribute Arbeit, the State can no longer pay Geld. The Socialist Nation suffers, the Liberal Capitalist propagandists exploiting that breakdown in social trust between the Totality and their State.

Unlike the Liberal Capitalist Incentives of Supply and Demand, the Socialistic Intents of Command and Obedience do not rely on an “Equilibrium” between the Command side and the Obedience side. Rather, Command and Obedience must achieve a “Synchronicity” in what is being said (the Command-side) and what is being done (the Obedience-side). Carl Gustav Jung has given to the Socialist Nations of the world their metaphysical basis behind how Synchronicity functions through Command and Obedience. The hammer and sickle symbolize the Anima of the Worker and the Animus of the Peasant, their Union upheld by the sword of the State. Where Jung did not provide was the economic and financial basis that only the Work-Standard could reveal.

The same is true for the reverse cases. Whenever somebody contributes any Arbeit to the State, the State is expected to pay them Geld. Whenever somebody receives Geld from their State, they are expected to spend that Geld to create more Arbeit for everyone. It is a cyclical process vehemently opposed to the zero-sum, linear one definitive of Liberal Capitalist Kapital and Schuld (Debt/Guilt), where anyone can get away with saying one thing and doing its complete opposite. Whether the transactions are happening offline or online, everyone who commits themselves to a Vocation will contribute Arbeit to the State and will receive Geld from the State. As everyone remains faithful in doing what they love with the hope of looking forward to everything that Life itself has to offer, there will be true prosperity in the Socialist nation under the Work-Standard.

Exactly how the Socialist nation decides to contribute Arbeit and generate Geld is irrelevant here. Such decisions rest on the Totality with the full backing of their State. Everyone will be striving to live within their own means of production. A similar argument can also be made for the type of economic planning employed under the Work-Standard, where economic planners are embedded throughout the Planned/Command Economy and working with everyone involved in the production process. To ensure Synchronicity between Command and Obedience, between what is being said and what is being done, is to participate directly in the affairs of the national economy through constant investments of Arbeit and Geld.

Synchronicity arises from Command and Obedience upholding Sustainability within the production process and the Frequency of transactions consistent with the Quality of goods and services manufactured. The Prices of goods and services, upon achieving Synchronicity, are consistent with the Values decided by the Totality at the State Commissariats of Wages and Prices.

The result is the eventual realization of the Intents that define the motivations of those involved in any part of the production process. And when that happens, the Socialist Nation prospers.

There is an historical example where Synchronicity was gained or lost. An important one pertains to agriculture and food production. Whenever one thinks of Socialism in the context of agriculture, their first thought that immediately comes to mind is the assumption that there will be collective farming by the State. They may be even more puzzled to find out that the Work-Standard has no need for collective farming. Most people do not realize is that those collective farms in the former Soviet Union came from the preceding Czarist Russia as opposed to something inherent in Socialism itself. An historical event like the “Great Grain Heist of 1972-1973” can only be understood within the context of the Russian Essence.

What *Soviet-Type Economic Planning (STEP)* did differently was the insistence upon the compulsive need to boost agricultural production, except the Intent of which was not to ensure that everyday people could meet their nutritional needs. Rather, the Intent was to boost the returns of economic growth from the sales of food production, the surpluses of which were exported to neighboring countries like Germany and China. A different conception of Currency, unlike the ones from Liberal Capitalism and Socialism, existed in congruence with Russian agriculture. After the Western world decided to establish their presences in Russia under Peter the Great during the Enlightenment, everyday Russians began gradually thinking in terms of either Kapital and Schuld or Arbeit and Geld vis-à-vis their own Currency, the Ruble. The industrialization of Russia that everyone knows in the 21st century began during the Soviet era.

These historical facts are deliberately omitted in Liberal Capitalist propaganda, in addition to their contextual relationship with the more well-known fact that the cities throughout Europe and North America had become centers of finance for domestic and international economic activities. Everybody in Western cities thinks of their Currency in terms of either Arbeit and Geld or else Kapital and Schuld. This sort of thinking is a strictly Western phenomenon expressed in Western languages, cultures, traditions, social customs and norms that began with the printing press during the Renaissance, where two rivaling conceptions of Currency assumed their proper forms by the late 19th and early 20th centuries. Neither Arbeit and Geld nor Kapital and Schuld can exist on their own in any Russia (be it Czarist, Soviet or post-Soviet) without everyday Russians being introduced to them by people living in the Western world.

Granted, this is not to suggest that the Russian Ruble is incapable of being pegged to the Work-Standard or that the contemporary Russian Mixed Economy is incapable of becoming a Command Economy again, this time without the flaws of the Soviet Command Economy. Like the Japanese Yen and the Japanese Mixed Economy that grew up together after 1945, the Russian Ruble and the Russian Mixed Economy that grew up after 1991 is more than capable of adopting the Work-Standard, abandoning Liberal Capitalism, and returning to Socialism. “Russian Socialism” still retains the best aspects of the Soviet experience, and there is potential for the worst aspects of that legacy to be replaced by the best aspects of the pre-Soviet and post-Soviet experiences. The great question confronting Russian Socialism in the 21st century is whether efforts are made to learn from the mistakes of previous centuries and not just the 20th century.

The lesson is to be learned here is that words and actions do matter insofar as there must be some form of Synchronicity to confer their necessary contextual meanings. The same is also applicable to the interactions of Arbeit and Geld in the context of the Work-Standard as well as for the economic and financial powers wielded by the political power of the Council State.

m. Work-Intensity, Work-Productivity, and Force Multiplication

The rate at which any given profession or economic sector is capable of generating Arbeit is governed by three specific factors. Those are Work-Intensity (WI), Work-Productivity (WP) and Force Multipliers (FM). As part of the Life-Energization Reciprocity (LER) Process, the Socialist Nation must balance Work-Intensity and Work-Productivity on the economic side. And just as Zeit is used as the tertiary unit of measurement to study the relationship between Arbeit and Geld, the existence of FMs become the means by which to alter the balance between WI and WP.

Work-Intensity governs the complexity and difficulty in carrying out the basic Duties of a given profession or the Obligations of its affiliated economic sector. The greater the WI is within a specific amount of Zeit, the less Arbeit will be contributed to the Life-Energy Reserve. This is due to a high Work-Intensity causing the corresponding Work-Productivity to be lower.

It is because of WI, that WP is what affects whether a certain profession will yield more Arbeit or less Arbeit. The higher the WP is for professions and sectors within a specific amount of Zeit, the more Arbeit they will be able to contribute to the Life-Energy Reserve. Having a high WP implies that the corresponding WI has to be low enough to allow more Arbeit.

Unfortunately, not all professions and economic sectors are able to yield the same amount of Arbeit at the same amount of Zeit under a given work-week. Some may have a low WI and also equally low WP and others could have high WI and high WP that prevent certain sectors from achieving their fullest potential. There will be certain Enterprises capable of sustaining high WP and low WI without the need for any Force Multipliers. And there will also be others struggling with high WI and low WP, requiring Force Multipliers to bring the WI down to more governable levels. This is because not every aspect of economic life is going to be under the same conditions.

Force Multipliers denotes anything capable of altering the balance between WI and WP as well as the ability of any individual profession or sector to contribute more or less Arbeit to the Life-Energy Reserve. An example of FM can be the Central Bank's Mechanization Rate, which affects the dependency on technologies capable of boosting WP. Another could be educational and professional-related prerequisites, the overall experience and talents, motivation, leadership, initiative, resolve, and other virtuous character traits. Others can be social policies, trading policies where the Arbeit of foreigners is involved, labor policies like the mandatory working hours, and the use of *NSFIs* (*National Socialized Financial Instruments*) as a form of economic planning. All of these should not be considered as the only known examples and being aware of any latent potential in altering the balance between WI and WP is decisive on the economic side.

Note that special equations will be used under the Work-Standard to gauge the overall rates at which the national economy determines the Arbeit generated based on the balance between WI and WP. Since they are beyond the focus of this entry in the SMP Compendium, they will be discussed in their own respective Entries.

n. State Budget, State Revenue, and State Expense

The SMP Compendium advocates for the Totality of the Socialist nation to uphold fiscal discipline and to live within their own means of production. Everyone who serves the Totality in any economic capacity as a vocational civil servant also deserves the Right to political governance through elected delegates to their local council, regional council and eventually the State Council. Unlike Liberal Capitalism's Parliamentary Democracy, the Socialist conception of Democracy is called "Council Democracy" (which can be referred to as 'Council governance'). Councilor governance is more direct in its conduct of Democracy because it stresses the need for political-economic participation in the everyday affairs of the Socialist Nation. This becomes more important because Councilor governance has no periodic elections, corporate lobbyists and billionaire donors, or electoral campaigns insofar as those are all trappings of Parliamentary Democracy. A Council Democracy is led by a ruling People's Party and various smaller parties affiliated with the former's United Front as part of the central government.

There is also another aspect of Council Democracy. A part of it pertains to the fact that the power to decide wages is no longer decided by the "employees" and "employers," that labor strikes and lockouts are banned as commercial weapons employed against the interests of the State and the Totality that ultimately governs the State itself. This power ultimately belongs to the State Commissariats of Wages and Prices, which are government organizations permitted by the State to oversee all necessary alterations of Wages for Paygrades to specific Income Brackets and the Prices of everyday goods and services. If the State Commissariats are going to make any changes to Wages or Prices or both, they need the prior authorization of the State Council and the approval of the Head of State before the end of each fiscal week.

The other part concerns the "State Expenses" and "State Revenues" which affect the "State Budget." In the SMP Compendium, the Socialist Nation generates Revenues and Expenses to the State. The State must ensure that the Nation's Expenses do not surpass its own Revenues.

The idea behind Revenues and Expenses is very simple. If the Revenues are greater than the Expenses, the State Budget increases, meaning the State will have more administrative funds to allocate to any part of the Socialist Nation. Alternatively, if the Expenses are greater than the Revenues, the State Budget will decrease to offset the larger Expenses. This results in the State having less administrative funds to allocate to any part of the Socialist nation. When the State Budget finally reaches a negative numerical value, the Socialist Nation is now running a fiscal budgetary deficit, forcing the State to find a way to balance its own Budget.

Under normal conditions, the State's Financial Regime is considered as the "Arbeiter of Last Resort" under the Work-Standard. If the State Budget is running a fiscal deficit, the *Arbeiter of Last Resort* status is still the State, the Central Bank a part of its Financial Regime. Until the State manages to balance its Budget, the Socialist Nation will begin accumulating Schuld from the Central Bank. To balance the Budget when it is running a deficit, the State could try to cut spending and levy Taxes on the Totality, but why stick to those methods when the Work-Standard already comes with several other available options?

The State could consider issuances of NSFIs (National-Socialized Financial Instruments) or have the Central Bank raise its Mechanization Rate or consider devaluing the Currency. Help the economic planners boost the overall Quality of Arbeit (QW) and reduce the Quality of Geld (QW). The State can decide extending the work-week by up to 56 hours. Also, if the Socialist Nation's Attrition Rate is running higher than normal, consider bringing Attrition down to

sustainable levels; it could be possible that the budgetary deficit is being caused by fluctuations in the rate of Currency Depreciation.

Another possibility to consider is to have the State Commissariats adjust the Prices of various goods and services if the source of the fiscal budget is from Prices. If the source of the budget deficit originates from a trading deficit, try reducing dependency on foreign imports and work towards a Balance of Trades and Payments with other nations. If there are already any other nations with currencies pegged to the Work-Standard, consider allowing citizens to work abroad and allow foreigners to work within the Socialist nation under the framework of a **Real Trade Agreement (RTA)**, allowing the State itself to contribute additional Arbeit that can be converted into Geld by the Central Bank to balance the Budget. Only cut spending or raise Taxes as a last resort and likewise when deciding to reduce everyone's Paygrades.

Always strive to live within one's own means of production. Do not assume that there is only one way of ensuring a balanced budget. There may be other possibilities which have not yet been considered and could perhaps be a topic of discussion in other parts of the SMP Compendium. Always remember that if the State has the power to create the highest Quality of Arbeit by helping the national economy achieve greater returns of economic growth, letting the State do its part is arguably the fastest way to return to a balanced budget through the lowest Quality of Geld. After all, the *Arbeiter of Last Resort* is the State and its Financial Regime.

o. Real Trade and Free Trade

Is there a difference between what the SMP Compendium touts as “Real Trade” and what Liberal Capitalist ideology calls “Free Trade”? Is it metaphysically possible to distinguish Real Trade from Free Trade and vice versa? Why is it vitally important to realize that the very essence of the Work-Standard will always be independent of Liberal Capitalist conceptions of finance?

There are massive distinctions in Real Trade that are distinguishable from Free Trade. Not only do those distinctions apply to the realm of international trade, they even affect how the Socialist nation conducts its economic and financial activities. Real Trade, like the rest of the Work-Standard, adheres to the fundamental principle of “*ceteris paribus*” in Economics. ‘Ceteris paribus’ is a Latin phrase that can be literally translated into English as “all things breaking even.” Any discernible economic or financial phenomenon that one finds in economic life will always be met by an opposing phenomenon. Liberal Capitalism and Socialism interpret this phrase differently because both have distinct methodologies that set themselves and their adherents apart.

For Liberal Capitalism, everything rests on the Quantity of Kapital and the Quantity of Schuld. Any high Quantity of Kapital must be met by a low Quantity of Schuld. Under the ideology’s Incentives of Supply and Demand, Prices increase if Demand outpaces Supply and decrease if Supply outpaces Demand. The sheer magnitudes of Kapital and Schuld or goods and services in existence affect their Prices’ relationship with an Inflation/Deflation Rate and an Interest Rate. A Liberal Capitalist Financial Regime prospers by achieving the highest Quantity of Kapital with the lowest Quantity of Schuld.

For Socialism, everything depends on the Quality of Arbeit and the Quality of Geld. Any high Quality of Arbeit must be met by a low Quality of Geld. Under the ideology’s Intents of Command and Obedience, Prices rise whenever Command exceeds all actions of Obedience and Prices drop wherever Obedience surpasses all actions of Command. The specific functions of Arbeit and Geld or goods and services correlate to the effects of their Prices’ relationship with an Attrition/Inaction Rate and a Mechanization Rate. A Socialist Financial Regime prospers by achieving the highest Quality of Arbeit with the lowest Quality of Geld.

Where Real Trade differs from Free Trade is this: Real Trade is not a zero-sum game where somebody gains everything and somebody else loses everything. People do not commit themselves to anything in Life without expecting something in return. Every contribution of Arbeit is met by a returning generation of Geld; every generation of Geld is met by a returning contribution of Arbeit. One cannot separate Arbeit from Geld or Geld from Arbeit. Fundamental economic reality dictates that when the Socialist nation prospers, the Totality prospers. The reverse is also true: when the Socialist nation suffers, the Totality suffers. This is because “there is no such thing as Free Trade under the Work-Standard if there is no such thing as a Free Lunch under Socialism.”

In Liberal Capitalism, one can literally separate Kapital from Schuld or Schuld from Kapital. People live paycheck to paycheck, always resorting to an infinite number of ways to avoid becoming indebted by earning and saving the most Kapital for the least amounts of Schuld. This extends to borrowing loans from the bank, investing in financial markets, paying Progressive Income Taxes, and setting aside Kapital for Welfare Capitalist programs. The so-called “social safety net” is designed with the Intent of snaring people away from true Socialism and diverting them from the Work-Standard. Its tradeoffs are out of control government spending and consumer spending, budgetary and trading deficits, demographic decline, and eventual impoverishment of the whole nation through predatory lending and rent-seeking. There is such a thing as Free Trade under the Gold and Debt Standards, even though Liberal Capitalism also claims that ‘there is no

such thing as a Free Lunch'. 'A free trade in free lunches' is supposed to be illogical: Liberal Capitalism encourages people to say one thing and to do the exact opposite, which happens frequently in the ideology's financial markets and Parliamentary Democracies.

While reading the SMP Compendium, pay close attention to the recurring metaphysical patterns of 'Arbeit into Geld, Geld into Arbeit' that are always constant throughout the various entries in their respective Sections. There is something peculiar about the specific manner in which somebody commits their Life-Energy (that is, their physical, mental, and spiritual strength) to a Vocation, creating the Arbeit that is then converted into Geld by the Central Bank. Variations of this pattern exist and each one will be discussed across the Sections of the Compendium.

The Intent behind splitting the Compendium into Sections is to complete a simple equation called the "**Total Productivity Potential (TPP) Equation**," the Work-Standard's equivalent of the Liberal Capitalist GDP (Gross Domestic Product). The Work-Standard cannot and must not rely on Liberal Capitalist methodologies, including the mathematical formula and equations, because they are always relying on Kapital and Schuld (Debt/Guilt) as opposed to Arbeit and Geld.

The basic form of the TPP equation is:

$$TPP = (\text{State Budget} + \text{People's Geld}) + (\text{RTEP} + \text{RTFP}) + (\text{NSFIs} + \text{State Investments})$$

Most Sections in the SMP Compendium were written to explore how each aspect of the Work-Standard affects the TPP Equation as the sum of all economic and financial activities in the Socialist Nation. Everything discussed in the Compendium is intended to elaborate in great detail about where the Arbeit and Geld of the Socialist Nation exist within the context of the TPP Equation. Broken down like this, the TPP equation can be described as three components:

The State Budget and People's Geld are the overall Income of the State and the Totality.

The RTEP (Real Total Economic Potential) and RTFP (Real Total Financial Potential) are the overall Production of the State and the Totality.

And the NSFIs (National-Socialized Financial Instruments) and State Investments are the overall Mobilization of the State and Totality.

The Central Bank, however, interprets the TPP equation as this:

$$TPP = \text{TPP Account} + \text{LER Accounts} + \text{SI-EF Accounts}$$

The "TPP Account" should be self-explanatory for anyone earning any Income as a citizen of the Socialist Nation. How about the Central Bank's "LER Accounts" and "SI-EF Accounts?"

In the SMP Compendium, **Life-Energization Reciprocity (LER) Process** refers to the specific process of somebody committing their Life-Energy to a Vocation, contributing Arbeit and generating Geld. "SI-EF" (State Investment-Economic Foreignization) generally refers to the Arbeit and Geld from NSFIs, Taxes, and Investments from the State and foreign nations. Included with LER is a financial technology subset called the "**Life-Energization Reciprocal Electrification (LERE) Process**" for all digital transactions on the "**National Intranet**" connected to the "**International Internet**." And complimenting SI-EF and the issuances of NSFIs are "Reciprocal-Reserve Banking" and "Real Trade Agreements" (RTAs).

The Compendium will be exploring these variables and more in other Sections. Some Entries will discuss about the metaphysical basis behind the Work-Standard, how it interacts with every aspect of the Socialist Nation, other Entries focusing on several important historical lessons,

and the rest describing the countless different ways in which the Work-Standard affects the how certain technologies are implemented, and the operation of a Socialist Planned/Command Economy under a functioning Council Democracy. Towards the end of the Compendium, everything discussed in the previous Sections will be consolidated to demonstrate how everything is applied mathematically and accounted for by the Central Bank as part of the Financial Regime.

The final Entry for the first Section of this Compendium is an important discussion about the **World State Organization** (WSO) as the proposed template of a Socialist World Order. The entry for the WSO will be the longest one in this Section. It is the antithesis to the Liberal Capitalist conception of world order that gave rise to institutions like the UN, the IMF and World Bank, the EU/NATO, the OECD, and so on. The implications of the WSO are scattered throughout the Compendium and the Intent behind the next entry is to outline how it interacts with the Socialist nation and the Work-Standard. Everything else can be elaborated further in later Entries, demonstrating how everything comes together into a coherent whole that serve a higher reality.

p. World State Organization (Pt. 1 of 2)

Every great idea on paper will sound fantastical until the moment of its implementation. Either it is a practical application when it was originally designed or else it had been an impractical concept all along. Humility is needed in order to recognize any potential flaws in the Work-Standard and to find the resolve conducive to rectifying them. Any proposed monetary reform for the Work-Standard can and will stay true to the authenticity of its true essence in the SMP Compendium. After all, the first edition was quickly written as a draft to consolidate what has been ten years of efforts to conceptualize Socialist Finance and Socialist Technology into a Socialist Fintech (Financial Technology). If all monetary reforms from hereon stay true to “*the spirit, the sense, the lessons*” of the SMP Compendium and *The Fourth Estate*, then I am proud to call the Work-Standard my greatest contribution to the Destiny of America and Western Civilization.

It must be repeated until it is internalized that the goal of the Work-Standard is to pursue *the greatest Quality of Arbeit for the least Quality of Geld*. No matter what happens in Life, always remember that, like political or military history, nobody in economic history is perfect.

Achieving results under the Work-Standard may become easier said than done if there are circumstances where “the Quality of Arbeit achieves par value with the Quality of Geld,” where our contributions of Arbeit and generations of Geld begin breaking even. Or there could be other circumstances where we have to deal with the worst-case scenario: what we are capable of genuinely achieving is “the least Quality of Arbeit for the highest Quality of Geld.” In that case, our contribution of Arbeit is greater than it should be and yet we are still not receiving the appropriate generation of Geld.

Either of those cases may reflect any economic conditions in war *and* peace. If the Work-Standard capitulates during wartime, it will bear all of the misfortunes of Prussia between 1914 and 1945. And if the Work-Standard capitulates during peacetime, it will bear an uncanny resemblance to the economic stagnation, decline and eventual collapse of the Eastern Bloc countries, Czechoslovakia, the Soviet Union, and Yugoslavia between 1971 and 1991. It is possible that the stagnation and decline could be prolonged across decades, as evidenced by the economic deterioration of the Western world and the United States between 1971 and 2021.

Humility is what gives me this realization. I genuinely prefer those kinds of odds to be stacked against the Work-Standard. The 20th century never ended in the 21st century. There is no doubt that the 20th century will continue living in the 22nd century as well. Yes, I am fully aware of the fact that I am writing this in 2021. And no, I am not convinced that Oswald Spengler’s predictions of Western Civilization collapsing by the 23rd century will be realized. History itself has shown that Spengler is an example of what Richard Alan Clarke had once referred in 2017 as a “Cassandra,” whose warnings are self-evident based on the “Cassandra Coefficient.”

The so-called “*Decline of the West*” was just that: a two-volume ontological and phenomenological pondering over Currency, Technology, and Fintech becoming the three things that will bring about the demise of Western Civilization through Climate Change. The significance of Climate Change is discernible not in the pages of *Prussianism and Socialism*, but in the other treatise that Spengler had written as his follow up with the final chapters of *Decline of the West, Man and Technics*.

Speaking of 2021 (and the Coronavirus Pandemic), I will ‘never forget’ this particular paragraph that Richard Alan Clarke and coauthor R. P. Eddy had written in their 2017 book, *Warnings: Finding Cassandras to Stop Catastrophes*:

“Perhaps because [Robert G.] Webster and [Laurie] Garrett fit so well into the metrics of experts we ought to listen to, they are not ignored completely like some of the Cassandras we met in the first half of this book. Nonetheless, they and other experts in their field believe there is a dangerous lack of commitment and resources to the solutions Garrett and Webster call for[,] [namely, the need to find the financial firepower for the whole world to defend against the next 1918 Influenza Pandemic]. When the next pandemic strikes, all that will matter is the capacity of [America’s] public health system to detect and respond.”

This two-part Compendium Entry explores the elusive mystery of the **World State Organization (WSO)**, its significance in a Socialist World Order, and to shed light on the significance of the US Dollar as the World Reserve Currency, particularly why this status is more harmful than beneficial to these United States. Relevant to this discussion is why every nation must never allow its own Currency to become the next “World Reserve Currency.” It will also discuss from an American perspective about the European Union (EU) and from a European perspective discuss about the United Nations (UN) and the why US still has overwhelming leverage over the current world order. The role of the Work-Standard will also be addressed in relation to a proposed World State Organization (WSO) to address the historical problems posed by the UN, the EU, and the current world order.

2021: Jubilee of Nixon’s NEP

When I began writing this Compendium, 2021 became the jubilee of President Richard Nixon’s decision to unpeg the US Dollar from the Gold Standard. The demise of the Bretton Woods System was set into motion on 13 and 15 August 1971, its death finalized two years later in 1973. Americans should be proud of this historical fact because he had exposed the metaphysical contradictions of an international financial system that was literally designed to fail from its moment of conception. Despite Vietnam and Watergate, Nixon should be praised for *reintroducing* Socialism in America by addressing why America and the West still exist in the State of Total Mobilization despite living in financial nihilism since 1914. His 1971 speech, “*Address to the Nation Outlining a New Economic Policy: ‘The Challenge of Peace,’*” can be reinterpreted with the Work-Standard in mind. Below are the relevant portions which I feel to be the most important:

“America today has the best opportunity in this century to achieve two of its greatest ideals: to bring about a full generation of peace, and to create a new prosperity without war.

This not only requires bold leadership ready to take bold action—it calls forth the greatness in a great people.

Prosperity without war requires action on three fronts: We must create more and better jobs; we must stop the rise in the cost of living; we must protect the dollar from the attacks of international money speculators.

The time has come for a new economic policy for the United States. Its targets are unemployment, [Attrition], and [the dangers of Financial Warfare.]

We are going to take that action—not timidly, not half-heartedly, and not in piecemeal

fashion. We are going to move forward to the new prosperity without war as befits a great people—all together, and along a broad front.”

“In the past 7 years, there has been an average of one international monetary crisis every year. Now who gains from these crises? Not the workingman; not the investor; not the real producers of wealth. The gainers are [Liberal Capitalists]. Because they thrive on crises, they help to create them.

In recent weeks, the [Liberal Capitalists] have been waging an all-out war on the American Dollar. The strength of a nation’s currency is based on the [Arbeit] of that nation’s economy—and the American economy is by far the strongest in the world. Accordingly, I have directed the Secretary of the Treasury to take the action necessary to defend the dollar against the [Liberal Capitalists].

I have directed Secretary Connally to suspend temporarily the convertibility of the Dollar into Gold or other reserve assets, except in amounts and conditions determined to be in the interest of monetary stability and in the best interests of the United States.

As a result of these actions, the [Total Productive Potential] of American [Totality] will be more competitive, and the unfair edge that some of our foreign competition has will be removed. This is a major reason why [the Balance of Power in Trades and Payments have] eroded over [since 1956].”

“The purposes of the [Federal government’s] actions I have announced tonight are to lay the basis for renewed confidence, to make it possible for us to compete fairly with the rest of the world, to open the door to new prosperity.

But government, with all of its powers, does not hold the key to the success of a people. That key, my fellow Americans, is in your hands.

A nation, like a person, has to have a certain inner drive in order to succeed. In economic affairs, that inner drive is called the competitive spirit.

Every action I have taken tonight is designed to nurture and stimulate that competitive spirit, to help us snap out of the self-doubt, the self-disparagement that saps our [Quality of Arbeit] and erodes our confidence in ourselves.”

This was one of the Nixon speeches which I have found to be favorable to the Work-Standard. The SMP Compendium was written in light of the great economic and financial tragedies that have occurred since the First World War. The US Dollar is still not being pegged to the Gold Standard, the only thing backing the Currency now is Schuld (Debt/Guilt). Problems like trade and fiscal budget deficits, excessive Taxes, government and consumer spending, the US National Debt, Currency Depreciation, and economic stagnation continue to plague the Union. For Socialism to be taken seriously by everyday Americans, a Transvaluation of the US Dollar is needed.

World Order: SIEO contra LIEO and NIEO

The 20th century never ended. The current world order as of late is the “Liberal International Economic Order” (LIEO). The LIEO represents all of the major international and intergovernmental organizations that define institutional framework that emerged after the official end of World War II. The Cold War was in final analysis a continuation of World War II under a different name. World War II did not end on 2 September 1945. It actually ended on 12 September 1990 with a new Versailles Treaty that brought about the “Reunification of Germany.” Alternatively, if one wishes to look at it in a different light, it was a shotgun annexation of East Germany by West Germany with the full backing of the Allied Powers. This new Versailles Treaty was called the “2+4 Agreement,” its official title being the “*Treaty on the Final Settlement with Respect to Germany*.”

The actual end, as opposed to the ‘official end’, of World War II signaled the unipolarity of the LIEO as Thomas Jefferson’s Empire of Liberty. This is an historical fact that everyone in developing countries should know because of their everyday lives are dictated by the US Dollar. It is also not random some literary figment, rhetorical propaganda on this author’s part, or even a conspiracy theory. Jefferson was openly adamant about the idea as far back as 1780 in [the American Revolutionary War, the Napoleonic Wars, and prior to the War of 1812 in US history](#).

“[W]e shall divert through our own Country a branch of commerce which the European States have thought worthy of the most important struggles and sacrifices, and in the event of peace on terms which have been contemplated by some powers we shall form to the American Union a barrier against the dangerous extension of the British Province of Canada and add to the Empire of Liberty an extensive and fertile Country thereby converting dangerous Enemies into valuable friends.”

-Thomas Jefferson to George Rogers Clark, ca. December 25, 1780

“We should then have only to include the North [Read: Canada] in our Confederacy, which would be of course in the first war, and we should have such an Empire for Liberty as she has never surveyed since the creation: and I am persuaded no constitution was ever before so well calculated as ours for extensive Empire and self-government [on the British Imperialist model of Common Properties-as-Wealth and Private Properties-as-Wealth].”

-Thomas Jefferson to James Madison, ca. April 27, 1809

There is a book on the topic which I feel is relevant to this SMP Compendium entry. [The blurb of a book by Peter S. Onuf entitled, *Jefferson’s Empire: The Language of American Nationhood*, discusses this pressing matter in almost unambiguous language:](#)

“The [American] Civil War cast in high relief the tragic limitations of Jefferson’s political vision. After the Union victory, as the reconstructed nation-state developed into a world power, dreams of the United States as an ever-expanding Empire of peacefully coexisting States quickly faded from memory. Yet even as the antebellum Federal Union disintegrated, a Jeffersonian Nationalism, proudly conscious of America’s historic revolution against imperial domination, grew up in its place [as ‘Isolationism’].

In [Peter] Onuf’s view, Jefferson’s quest to define a new American identity also shaped

his ambivalent conceptions of slavery and Native American rights. His revolutionary fervor led him to see Indians as 'merciless savages' who ravaged the frontiers at the British [Crown's] direction, but when those frontiers were pacified, a more benevolent Jefferson encouraged these same Indians to embrace [Democratic-Republican] values. African American slaves, by contrast, constituted an unassimilable captive nation, unjustly wrenched from its African homeland. His great panacea: Colonization [and more recently, Globalization].

Jefferson's ideas about race reveal the limitations of his conception of American nationhood. Yet, as Onuf strikingly documents, Jefferson's vision of a republican empire—a regime of peace, prosperity, and union without coercion—continues to define and expand the boundaries of American national identity.”

And even though Jefferson did not know what would become of the idea over the next two centuries, his idea later became the basis of Democratic-Republican foreign policy under Woodrow Wilson and Franklin Delano Roosevelt. What Americans and non-Americans have forgotten or simply chose to forget is that contemporary America is still dealing with an irreparable fissure created by Jefferson's vision of the American Empire of Liberty clashes and in opposition to the vision of Alexander Hamilton's Federalist American Union.

It is true that the Empire of Liberty still encompasses much of the known world. However, the 20th century could have played out differently, with the United States annexing all of North America into its own borders, and Latin America and Europe reduced to being Jeffersonian puppets. That too is not a conspiracy theory, but an everyday fact that everybody people in Cuba, Honduras, Guatemala, El Salvador, Panama, Costa Rica, Nicaragua, Ecuador, Venezuela, Brazil, Chile, and Argentina all have to deal with. For all of those countries have been affected by the Democratic-Republicans' "Monroe Doctrine" in the past two centuries.

However, as world history itself demonstrated, *empires do not last forever because they will eventually degenerate and become impotent as time passes*. With Jefferson's Empire of Liberty having a lot more in common with the British Empire of King George V than the German Empire of Kaiser Wilhelm, there is no doubt that the decline of the Empire of Liberty will be a very slow, painful one for the American people as a Totality. This is an historical reality that various Americans have sensed in the thirty years since the end of World War II. Gore Vidal and Russell Kirk, Pat Buchanan and Murray Rothbard, Zbigniew Brzezinski and Henry Kissinger, Francis Fukuyama and Samuel Phillip Huntington, Bill Kristol and Richard Alan Clarke, George Friedman (born "Friedman György") and Robert Kagan had either written or spoken specifically about this particular historical phenomenon. Some have written whole books on the very topic, except none of them had any coherent picture on why the American Totality has been waging Total War against itself from the 1960s Counterculture to the afternoon of January 6, 2021.

What all of them, including those who were already deceased, did not realize is that the 1960s Counterculture and the afternoon of January 6, 2021 are in themselves related to the same Spenglerian-Heideggerian crisis of Being that emerged on *the morning of September 11, 2001*.

This is because, from a Hamiltonian Federalist perspective, the presidencies of Barack Obama and Donald Trump are in many respects Jeffersonian foreign policy reaching its logical conclusions, both of which will continue to resonate with the Biden presidency and all future Jeffersonian presidencies. What the Biden presidency is trying to achieve in the Coronavirus Pandemic, thirty years after the actual end of World War II, is a consolidation of all historical

experiences among the Jeffersonian presidencies (Wilson, FDR, Truman, Kennedy, LBJ, Ford, Carter, Reagan, Bush 41, Clinton, Bush 43, Obama, and Trump). The Implicit Intent is to do everything possible to hold onto the American Union *and* the Empire of Liberty because the decision-making of the Biden administration is resembling as though America is being thrust into choosing either the Union or the Empire by world history itself.

European Order: European Realm or European Union? (Hamiltonian Federalist Perspective)

Outside of Conventional Warfare and Unconventional Warfare, there are only four ways for a European nation-state to conquer another without firing a shot: through the Catholic Church, through the national government, through the national economy, or through the national currency.

First, His Holiness, the Pope, could recognize the sanctity of a political marriage under the Sacrament of Matrimony and coronate the new ruler like what happened to Napoleon Bonaparte. This practice ceased in the wake of the First Vatican Council (aka “Vatican I”) due to Secularism and the delegitimization of Monarchism. The Second Vatican Council (aka “Vatican II”) has raised even more questions. Everything pertains to the Papacy’s powers of “Papal Infallibility” on matters of faith and morals as well as His Holiness and the Cardinals, Archbishops and Bishops’ rightful control over the “Magisterium.” In fact, barring the House of Windsor in Great Britain, a lot of Europeans are unconvinced that the Royal Families and the Papacy should be reentering politics.

Second, there are the European political parties, all of them have been trying to gain and retain political power in Europe for the past two centuries. As of late, there is already a political party somewhere in Europe with membership ranging anywhere from a few hundred to millions adhering to ideologies that include, but not always limited to:

- Social Liberalism (aka “Progressivism”), Neoliberalism (aka “Liberal Capitalism”), Classical Liberalism (aka “Libertarianism”).
- Marxist Socialisms of Josef Stalin’s “Socialism in One Country” and Leon Trotsky’s “Permanent Revolution.”
- French Syndicalism, Belgian Rexism, Spanish Falangism, Italian Fascism, and Pan-Germanic Socialism (aka what Political Science calls “National Socialism”).
- Environmentalism and Traditionalism, Nationalism and Conservatism, Monarchism and Authoritarianism, Ultramontanism and Statism.

Third, there is the possibility of economic unions and customs unions being formed through international treaties. The European Union is held together by an interlocking web of alignments and agreements that can always be broken by a national government with the necessary resolve to demonstrate critical and creative thinking. It also ties in with the fourth consideration because the European Union’s ability to exist is always dependent on the Euro and its precursor, the European “Exchange Rate Mechanism” (ERM), which was a product of the death of Bretton Woods.

At the end of the day, the European Union is an elaborate Free Trade Agreement. To join the EU is to lose National Sovereignty, Military Sovereignty, Economic Sovereignty, and Financial Sovereignty through unsustainable Economic Foreignization. An American observer of European politics must realize that Europe is a diverse continent of Totalities that will never truly be united like the American Union. The past centuries of military maneuvers and political schemes have shown that each European nation has a Totality with distinct psychic and psychological

characteristics. This notion of “Pan-Europeanism” is just a perversion of the historical legacy of “Pan-Germanism” begun by Pan-Germanic Socialists like Rudolf Jung in Czechia.

American Order: Federalist Union or Democratic-Republican Empire? (Prussian Socialist Perspective)

The two World Wars saw the imperialistic dreams of Jefferson and the Democratic-Republican Party being projected onto the Union. It was not just the foreign policies of Woodrow Wilson that the League of Nations (LN) would eventually become the United Nations (UN) with the United States asserting a dictatorial streak. It was also not just the foreign policies of Franklin Delano Roosevelt that the UN, together with the Bretton Woods System, would eventually become geopolitical realities for the presidency of Harry Truman.

However, another dimension of the Empire of Liberty exists in addition to its affairs on the Eurasian landmass, the Eastern Hemisphere. There is also the issue of how America should be conducting itself on the Western Hemisphere, the Americas. What is happening in Europe can and will happen in the Americas because of the Democratic-Republicans historical insistence on the creation of a “North American Union” (NAU) under the pretext of international trade.

The Democratic-Republicans between the presidencies of Ronald Reagan and George W. Bush were trying to realize the little-known “North American Union” (NAU). [Reagan initially supported the endeavor to realize Jefferson’s dream on 13 November 1979](#), relying on the freedom-security dialectic to justify Jeffersonian foreign policy ambitions. He proposed a Free Trade Agreement (FTA) where his presidential advisors spent his two presidential terms laying the groundwork for the opening phases of the NAU.

In 1984, Congress passed the Trade and Tariff Act, which itself built upon and amended the prior Trade Act of 1974. The Act gave enhanced ‘fast-track’ authority to negotiate bilateral free trade agreements, streamlining negotiations.

In 1985, Canadian Prime Minister Brian Mulroney agreed to begin discussions for the Canada-U.S. Free Trade Agreement. Negotiations began in 1986, and it was signed in 1988. It went into effect on January 1, 1989, and remained in force until NAFTA replaced it.

The idea called for a European-like “Common Market” on the North American continent, comparable to the European Economic Community (EEC) that later became the European Union. The possibility was always there for NAFTA to become a Jeffersonian Empire stretching from Alaska to Panama City. Fortunately, that plan was never realized by the Reagan presidency and its immediate successor, the Bush 41 presidency. The Clinton presidency, however, went ahead with this FTA, which later became known as NAFTA (North American Free Trade Agreement).

Even though Bill Clinton intended NAFTA to be just an FTA, that does not mean the possibility of creating the NAU was no longer a factor. As for Bush 43, the son of Bush 41, he was the final President to be interested in the NAU. There was no doubt that Bush 43 could have gotten the choice to consider pursuing the creation of the NAU, continuing where Clinton, his father Bush 41, and Reagan had begun since the 1970s. However, when 9/11 happened, the Bush 43

administration was no longer able to focus their efforts on the creation of NAU. Their concerns at the time were being redirected toward Afghanistan and more specifically, Iraq. The 9/11 attacks have essentially curtailed all possibilities for an NAU to exist. Concerns about international terrorism, organized crime, illegal immigration, and excessive Economic Foreignization penetrating the Federalist American Union have not just persisted but worsened. It was not until the Trump presidency that NAFTA was finally “*renegotiated*” in the Coronavirus Pandemic.

“NAFTA was attacked from all sides during the 2008 presidential campaign. Barack Obama blamed it for growing unemployment. He said it helped businesses at the expense of workers in the United States. It also did not provide enough protection against the exploitation of workers and the environment.

During her campaign, Hillary Clinton considered the agreement flawed. Both Clinton and Obama promised to amend NAFTA.

Republican candidate Ron Paul said he would abolish the trade agreement. He said it would create a ‘superhighway’ and compared it to the European Union, though NAFTA does not enforce a single currency among its signatories.

In the 2012 presidential election, President Obama, Paul, and the other candidates continued their debate over NAFTA, with Donald Trump and Clinton continuing the arguments during the 2016 election.”

“On August 27, 2018, President Trump and Mexico reached a bilateral trade deal to replace NAFTA, threatening to leave Canada out. Canada joined on September 30, 2018. On November 30, 2018, an agreement was reached by the three countries.

The new deal is called the United States-Mexico-Canada Agreement (USMCA), and it has been ratified by each country’s legislature. Mexico ratified the USMCA on June 19, 2019; the U.S. ratified it on January 29, 2020; and Canada ratified it on March 13, 2020.

The Trump administration wanted to lower the trade deficit between the United States and Mexico. The new deal attempts to change NAFTA in six areas, including a rule that auto companies must manufacture at least 75% of a car’s components in the USMCA’s trade zone or be subject to higher tariffs.

The USMCA took effect on July 1, 2020, as a renegotiation of NAFTA.”

Putting American foreign policy in a false dialectic between Jeffersonian Isolationism and Jeffersonian Internationalism is like asking a Hamiltonian Federalist about whether Charles Koch (who is one of the Koch brothers) is more Jeffersonian than his fellow Jeffersonian, George Soros, or vice versa. Contrary to what is known in the American media, Koch and Soros had established an American NGO, the “Quincy Institute for Responsible Statecraft,” as a joint venture to promote their shared foreign policy views. This political phenomenon is only possible if both men share the same Gestalt and Weltanschauung which bind them as Jeffersonians.

The real differences to be discerned from George Soros and Charles Koch (and this is a very important one for Hamiltonian Federalism), are their distinct views on the Empire of Liberty and the American Union. Knowing when to distinguish between “American Federalism” and “American Anti-Federalism” is crucial for any American adhering to Hamiltonianism.

- Jeffersonian Internationalism: Soros wishes to preserve the Empire of Liberty to the exclusion of the American States and the Federalist Union vis-à-vis the Federal government.
- Jeffersonian Isolationism: Koch wishes to preserve the American States to the exclusion of the Empire of Liberty *and* the Federalist Union vis-à-vis the Federal government.
- Hamiltonian Nationalism and Hamiltonian Interventionism: These United States must overcome their vast cultural, lingual, communal, ecclesiastical, and ancestral differences through the Federal government as States of this Federalist Union as it is written in the Preamble of the Constitution:

“We the People of the United States, in Order to form a more perfect Union, establish Justice, insure domestic Tranquility, provide for the common defence, promote the general Welfare, and secure the Blessings of Liberty to ourselves and our Posterity, do ordain and establish this Constitution for the United States of America.”

Interplanetary Order: Worldwide Socialization or Worldwide Exploitation?

The historical conditions which brought America to realize Thomas Jefferson’s Empire of Liberty is one of the two superpowers that sought to reshape Earth when it became clear that the Third Reich lacked a vision of the future in 1941. The Hitlerists, like the Italian Fascists and the Imperial Japanese, squandered their chances to play their parts in the post-1945 world, obsessed with destroying the Soviet Union than the Allied Powers before America could intervene.

That is not to say that the Soviet Union was any better than the Hitlerist Third Reich or the Jeffersonian Empire of Liberty. Since the Cold War was a continuation of World War II as the intuition of the 1960s Counterculture, the Hitlerists could have taken the place of the Soviets post-1945. From a Hamiltonian Federalist perspective, that is even worse because the Jeffersonians would have a different pretext to literally create the North American Union. But instead of the NAU or NAFTA/USMCA, it will instead become “Fortress North America” vis-à-vis the North American Aerospace Defense Command (NORAD).

Fortunately for Hamiltonianism, the Soviets were the ones who emerged victorious in the “Great Patriotic War”; there is no denying this. However, the Soviets also lost World War II along with Prussia (as West and East Germanies) in the Versailles Treaty because Mikhail Gorbachev and Boris Yeltsin disclosed the Molotov-Ribbentrop Pact and presided over the dissolution of the Soviet Union.

There was no way for the Soviet Union to reach the 21st century unchanged. The reasons are far more than just the usual tired explanations like the design flaws of “Soviet-Type Economic Planning” (STEP), the usual problems with Marxist Theory, or the usual dependency on petroleum exports for foreign currency imports (an “Economic Calculation Problem” which persists in Post-Soviet Russia under Vladimir Putin). The Soviets had demonstrated a divorce from geopolitical

reality by failing to build lasting diplomatic relations with the PRC, Albania, former Yugoslavia, and Romania. Its military interventions in the former East Germany, Hungary, and former Czechoslovakia. Few Americans know of the “Sino-Soviet Border War” of 1969 and even fewer even discuss it with their fellow Americans. The geopolitical lesson which must be learned from the wars among Socialist nations in the Cold War is that, even if Liberal Capitalist ceases to exist in a Socialist world order, do not expect future conflicts to be avoided altogether.

A “Socialist International Economic Order” (SIEO) must bear these geopolitical realities in mind when trying to create its Socialist world order through the World State Organization (WSO). It must not be reduced to becoming another “New International Economic Order” (NIEO) where the purpose is for Western world and non-Western world to reassert the balance of power through the Balance of Trades and Payments. The NIEO because it never bothered to offer a different conception of world order beyond what was already offered by the LIEO and the Soviet Union. They could just as easily have become the next LIEO.

International Order: World State Organization or United Nations?

Rather than the LIEO’s “Utopia of Perpetual Peace” and “Dystopia of Perpetual War,” the Socialist world order go beyond “good and evil” in the Nietzschean sense. Any nation following Friedrich Nietzsche’s advice to *restore the good and bad* through the Affirmation of Life will eventually heed the equally sound advice of Prussia’s Carl von Clausewitz. Affirmation of Life’s good and bad in International Relations beget *Absolute War and Absolute Peace*. All Absolute Wars defy every Perpetual War, all Absolute Peaces defying every Perpetual Peace. In a Socialist world order, nowhere will this be made apparent than at the World State Organization (WSO).

The Intent of the WSO is to provide the international jurisprudence to govern international law and the conduct of nations in times of both Absolute War and Absolute Peace. It will resemble a simplified version of the Socialist conception of Democracy, “Council Democracy.” It is a “Council State,” a centralized federal government featuring a “State Council (Legislative Branch) with an Electoral College that chooses the next Head of State (Executive Branch),” allowing the Head of State to choose their Head of Government, the Cabinet, and Ambassador to the WSO.

Council State visits to the WSO by the Head of State, Head of Government, and Ambassador are conducted alongside three other State officials who act as their equivalents in the formal command structure of the national educational system. Those three preside over the student government of their nation’s “**Socialist Student Economy** (SSE)” for all students in secondary and tertiary education. The SSE is subordinate to the Command Responsibility of the Council State.

At the WSO, there are two International Assemblies and a Supreme World Council:

- An “International Student Assembly” chaired by the three State officials from the SSE and all of their counterparts. All issues pertaining to the SSEs of the world are discussed here.
- An “International State Assembly” chaired by the Head of State, Head of Government and Ambassador. All issues pertaining to the nation-states of the world are discussed here.

Both Assemblies must elect a Head of State and their SSE equivalent as one of the five sitting member-states on the Supreme World Council. Anyone sitting on the Supreme World

Council is doing so as the delegative authority of their nation-state in their dialogue with the other four member-states who also sit on the Supreme World Council. Facing the Supreme World Council are all related to the five issues of Globalization affecting all nations in the SIEO: Political, Economic, Cultural, Financial, Digital.

q. World State Organization (Pt. 2 of 2)

The Hamiltonian Federalist World State Organization (WSO) shall, in many respects, behave and operate differently from the “United Nations” (UN) of Jeffersonian Democratic-Republicanism. Hamiltonianism in foreign policy is defined by Interventionism and Nationalism. Jeffersonianism by contrast has relied on Isolationism and Internationalism. No better way of illustrating the systematic differences between the WSO and the UN than to evaluate their differences through the SSE (the “Socialist Student Economy” under Council Democracy; “Students School Economy” under Parliamentary Democracy) in a Prussian-American context.

The size and composition of the WSO are dependent on how many nation-states exist on contemporary political maps of Earth and how many SSEs (Socialist Student Economies) operate within their respective borders. The UN does not recognize the autonomy of any SSE. SSEs in Liberal Capitalist regimes are always unfree, insecure, and undemocratic. This is evident in the manner in which students regularly commit suicide over standardized testing, butcher each other in school shootings, engage in petty sectarian and ethnic strife, and Totalitarian governance over campuses since the 1960s Counterculture. Those secondary and university students will never be educated about the bureaucratic and institutional nightmare that occurs at the UN from behind the scenes. Instead, they are only educated by a so-called “Model United Nations,” their student government unrecognized by the real UN *and* the student body denied a formal rite of passage into adulthood by their own government. Students from every school or university will never understand how the UN operates in actual practice unless the entire student body of the SSE begins to comprehend the UN collectively as the national educational system of their State.

In a more utopian Dystopia, a Liberal Capitalist SSE would be ‘incentivized’ into cosplaying *and* roleplaying as a real “Model UN” with hundreds of other SSEs from throughout the LIEO. For instance, all of the petroleum-producing SSEs of the world are not free to sell petroleum except in US Dollars and Euros and accepting a full-on “Model Washington Consensus” presided over by two American SSEs claiming to represent over a thousand smaller SSEs in the United States.

This Model UN would also have a “Model IMF” providing ‘student financial aid’ to SSEs and coercing their student governments with real Sovereign Debt Restructuring and XDRs (Special Drawing Rights). There would be a “Model World Bank” that provides ‘SSE student development loans’ to developing countries, complete with real Structural Adjustment Policies. That Model UN would even be enforcing economic sanctions on certain SSEs that nobody really likes, selling food to Iranian, Iraqi, Syrian and Lebanese SSEs for crude oil, and launching “Model UN Peacekeeping operations” to the Yugoslavian SSE under the R2P (Responsibility-to-Protect) Doctrine. Oh, and while we’re at it, this Model UN should include a Model European Union with a British SSE demanding its own Brexit Referendum, a Model WTO overseeing the trade war between the Chinese and American SSEs, and an indecisive Model WHO governing the next pandemic.

That is the true educational value of what a Model UN should be because the real UN is clearly not a make-believe corporate boardroom meeting like the Model UN itself *or is it?* How would the secondary and university students feel if their SSE had to reenact such hardcore experiences? How many of them would be repulsed by the real United Nations and the fact that there has not been any true freedom, security and democracy among Western SSEs since the 1960s Counterculture?

The “Model UN” is a continuation of the historical “Model League of Nations,” just as the real United Nations is a continuation of the historical League of Nations. [That is an actual historical](#)

[fact between the two World Wars](#). It is at these Model UNs (and the Model LNs by extension) that [the Utopian Socialist Robert Owen had found a natural ally in Thomas Jefferson in 1825](#). Even Karl Marx himself was literally repulsed by this historical fact during the 19th century, as evidenced by what Oswald Spengler had written in *Prussianism and Socialism*:

“Robert Owen attempted to formulate as a kind of reform of Kapital the desire of the English lower class to adopt for itself the upper-class ideal of [Private Property-as-Wealth]. But it would be a gross underestimation of the Viking instinct to think that [Jeffersonian] Kapital will retreat one step on the path toward absolute economic domination of the world. Unlimited personal freedom and the natural inequality of man, based on relative degrees of individual talent, are the fundamental articles of the [Jeffersonian] creed. Instead of authoritarian socialism, the [Jeffersonian] billionaire adheres to an impressive form of private socialism, a welfare program on a grand scale which turns his own personal power into pleasure and morally vanquishes the recipient of welfare funds. The flashy techniques for distributing these millions are an effective cover-up for the methods used to obtain them in the first place. It is the same attitude as that of the old corsairs who, while banqueting in the castle just conquered, threw their table scraps to the prisoners: the voluntary surrender of property increases the value of what remains. The question whether or not such voluntary acts should become a legal duty is the chief point of contention among the economic parties of the future in England and America. Today some people are prepared to transfer broad economic areas that are less amenable to speculation, such as the mining and railroad industries, to the case of a pseudo-state [like the European Economic Community, precursor to the European Union or the North American Union]. But of course they intend to retain the behind-the-scenes prerogative of making this ‘state’ an executive organ of their own business interests by utilizing the democratic forms of Parliamentarism, i.e., by paying for election campaigns and newspapers and thus controlling the opinions of voters and readers.

Therein lies the frightful danger of an enslavement of the world by big business. Today [in 1919] its tool is the League of Nations, ostensibly a system of nations that have ‘self-government’ on the English model, but in reality a system of provinces and protectorates whose populations are being exploited by a business oligarchy with the aid of bribed parliaments and purchased laws, just as the Roman world was exploited by the bribery of senators, proconsuls, and popular tribunes. [Karl] Marx saw through this nascent system, and it became the target of his caustic social criticism. He wished to depose the English idea of omnipotent private property, but once again he was able to formulate only a negation: expropriation of the expropriators, robbery of the robbers.”

Therefore, this SMP Compendium will discuss about why the WSO is educationally titillating and exciting for the secondary and university students from every SSE on Earth. Unlike the UN and its Model UN, the SSEs of the world can finally begin to voice their generational grievances at the WSO in a more orderly and disciplined manner. Nothing is more satisfying for this author than the image of WSO member-states averting another repeat of those student riots in 1968. We can summarize the entirety of the SMP Compendium for the duration of this entry. After all, what is “Globalization” if the concept itself consistently reflects the national struggle between Socialization and Liberalization among every nation-state?

Nomos of Globalization: Political, Economic, Financial, Digital, and Cultural

Political Socialization or Political Liberalization?

The World State Organization will be the only international governmental organization whose legal jurisdiction pertains to international laws in a Socialist world order. How every nation-state interacts with the Work-Standard will learn more about itself and those of other nations through the Work-Standard. Some nations will naturally opt for a “Command Economy,” others choosing a “Planned Economy,” and the political decisions of both recognized and recognized by the WSO. Command Economies have just one SSE, whereas Planned Economies have two or more SSEs to accommodate the presences of sectarian and ethnic interests among certain African, Middle Eastern, Latin American, and Asian nation-states.

At the “International State Assembly,” each member-state is delegated by its Head of State, its Head of Government, and its Ambassador to the WSO. Their SSEs shall attend the annual “International Student Assembly,” the student body’s membership in the WSO chaired by their student government’s “Youth Head of State,” “Youth Head of Government,” and “Youth Ambassador.”

Everyone in both Assemblies shall have one vote to decide who should be the five sitting member-states on the Supreme World Council for two consecutive terms of ten years. When the first term ends, and if they are not convinced that one of the sitting member-states on the Supreme World Council is fit to govern international politics, the Assemblies can vote them out.

The Supreme World Council shall appoint the “Supreme General Secretary” and the “Youth General Secretary” with the majority approval of both Assemblies. The Supreme General Secretary and their SSE counterpart have Command Responsibility over the WSO’s “Working-Groups” related to world governance of Economic, Financial, Cultural, and Digital Globalizations.

The Supreme World Council and the Assemblies shall also have one vote each to decide on certain international laws and treaties that everyone knows as necessary. In the event of a tie, assuming the composition of both Assemblies in the WSO is even-numbered, the Supreme General Secretary and the Youth General Secretary serve as the tiebreakers.

Remember, the decisive polity in the conduct of international politics will always be the nation-state. We need the nation-states of the world to be enforcing all WSO-related international laws and treaties. No nation shall call on the WSO to enforce anything that they know will never be in the interests of any member-state or its SSE(s) on the WSO. Important topics of interest will include but not limited to: Climate Change, chemical, biological and nuclear weapon proliferation, landmines, war crimes and refugees, diseases and famines, transnational terrorism and organized crime, money laundering, tax evasion and draft dodging, financial fraud, forgeries by economic planners, dealing multinational enterprises, non-governmental organizations, political internationals, religious and paramilitary groups, humanitarian and relief aid, international trade, the Internet, Antarctica, the Metric System, Intellectual Property, space exploration and the establishment of new nation-states and SSEs on Earth-like planets.

There will also be an international court to prosecute those who have committed crimes, no matter how many or how grand, against the WSO in peacetime. While the Head of the State is primarily responsible for what happens to their nation-state, they will be held accountable when their own domestic affairs begin harming the entire world. For instance, if a Head of the State deliberately harms its own Totality by imposing food taxes on them *and unjustly buys up the*

world's food production instead of requesting humanitarian relief, the international court will hold them to account. If a Head of State deliberately allows its own citizens to flood across international borders as migrants and refugees *and nothing is being done about it by that nation or its immediate neighbors*, the international court will hold all of them to account. If a Head of State compels the WSO to justify their invasion of a certain country on grounds of alleged “Weapons of Mass Destruction” *and still invaded in spite of reports sent to the WSO by its weapons inspectors*, the international court will hold them to account. Note that all of those examples involved the actions of a nation-state and the WSO; the actions between two or more nation-states are exempted until the WSO is affected by their respective foreign policies.

The WSO will only be dissolved if one of the five sitting member-states on the Supreme World Council declares war on one of the other four because the WSO ceases all operations in response to a new World War. The WSO will be reactivated once the World War ends. Alternatively, the WSO can be dissolved with a two-thirds majority vote from both Assemblies.

The true mission statement of the World State Organization is ‘*neither perpetual war nor perpetual peace.*’ Every nation must accept the historical reality that *war is politics*. War is not an exact science as Neoliberalism has a habit of often claiming, which is the problem that everyone recognizes, even if they never wish to admit it. From the standpoint of Military Science, when everyday people think of ‘war’, they are always thinking of Conventional Warfare or Unconventional Warfare. Never will they ever think of the other forms of warfare that were conceptualized as alternatives to the widespread death and destruction of those two. Anyone who does not recognize the importance of war will never know the true ontological meaning behind what it means to live in peace. In politics, as in war, everyone is welcome to disagree on just about anything, but there are certain events where nations cannot avoid the inevitable prospect of war.

Such is the problem of the United Nations in the realm of Political Globalization. It is very troubling that five of the sitting member-states on the UN Security Council are considered as “Permanent Members” with veto powers, three of whom also happen to be the victors of World War II (i.e. the Jeffersonians, British and French Empires). In a more utopian Dystopia, the Jeffersonians and their fellow British and French colonialists would be sharing the UN Security Council with a pro-Western Russia and the Kuomintang of Taiwan. What has happened instead is that the Maoists now represent all of China and Vladimir Putin still governs a Russian Federation opposed to further expansion of the EU/NATO. The only genuine way (and it is very important) that the composition would change is through a new World War, except no nation on Earth finds it compelling enough to start World War III. Nobody wants to be held responsible because of the UN’s aversion to all forms of war because the UN itself refuses to believe that wars will continue to happen, no matter how many Resolutions it dictates to its own member-states.

Economic Socialization or Economic Liberalization?

Socialist economics in need of revolutionary technologies in the conduct of any nation-state’s economic life. A Socialist world order cannot continue with the failures of “Soviet-Type Economic Planning (STEP)” because not only is it inefficient and impractical, it also fails to uphold the Socialist conception of Property and the National Sovereignty of nation-states in the realm of international trade. More importantly, STEP is incompatible with the methodology of the

Work-Standard itself. This historical fact and more are what influenced the formation of the Work-Standard over the course of ten years of research.

As one reads through the SMP Compendium, it will soon become apparent to them that the Work-Standard has its own conception of economic planning and methodology designed in response to the undemocratic and bureaucratic features of STEP. A specific criterion was designed over the course of ten years in order to ensure the greatest flexibility and authenticity.

The Work-Standard does not rely on the “Incentives of Supply and Demand.” Instead, it relies on the Socialist alternative, the Intents of Command and Obedience. The concept of Equipmentality under the Work-Standard replaces the Liberal Capitalist equivalent, the “Commodity.”

Every Planned Economy and Command Economy eventually assumes the characteristics of a Vocational Civil Service. It is evident in the specific manner in which historical and existing Socialist Nations had chosen for themselves before being subverted by hostile external pressures by Liberal Capitalists. Below are examples:

- Liberal Capitalist nation-states more predisposed to Socialism such as Germany and the United States will find their transitions to Socialism to be less difficult than their respective economic histories would indicate. For the United States, there would then be an infinite multitude of ways to eradicate the US National Debt, restore fiscal budgetary and trade deficits, rejuvenate the Union, and restore the long-forgotten American legacy as being one of the world’s first Socialist nations.
- Marxist-Leninist nation-states like the PRC and Vietnam will receive the same benefits as the non-Marxist Socialisms by pegging their Currencies to the Work-Standard. The once broken relations between Chinese Socialism and Chinese Nationalism, Vietnamese Socialism and Vietnamese Nationalism are going to be restored by the Work-Standard and recognized by the WSO.
- Nation-states with large sectarian and ethnic minorities like Brazil, Lebanon, Israel and Palestine, Syria, Iraq, Philippines, Indonesia, Ireland, United Kingdom, Australia and New Zealand, India, and Hungary and Romania will be accommodated by the Work-Standard. Developing nations will finally be able to sustain themselves within their own means of production, the WSO ready to provide economic redevelopment and foreign aid.
- Theologically-oriented nation-states like Vatican City, Israel, Saudi Arabia and Iran will be able to sustain themselves, independent of Kapital and Petroleum. The Work-Standard is designed to accommodate the three Monotheisms of the Holy Land, including their distinct teachings. They are free to practice their respective Monotheism without interference from the rest of the WSO.
- Nation-states not free to assert their own right to economic self-determination, from Ecuador and Zimbabwe to the EU member-states, will be restored by the WSO.
- Nation-states closed to international trade like the DPRK and those dependent on international trade like Cuba or Panama accommodated when pegging their Currencies to the Work-Standard.

In international trade, there is no “Free Trade Agreements (FTAs).” WSO member-states will be signing Real Trade Agreements (RTAs), where the signatories will pursue realistic expectations and goals while respecting the cultural and traditional values of their trade partners. The WSO maintains a number of International Working-Groups dedicated to specific professions like postal services, telecommunications, air and sea travel, tourism, science and medical institutes,

and educational and culture institutes for secondary schoolers and university students interested in studying abroad to develop cultural understanding between nation-states.

The concept of Intellectual Property will be revisited under the Socialist conception of Property. Opportunities will be provided to nations interested in purchasing the Production License from another nation. There shall be no “economic sanctions” on other nations without the WSO deeming the foreign policy decision as an act of limited war between the two nations.

The WSO will have a Working-Group, an institution devoted to laying down the international laws regarding the conduct of international trade and international finance during peacetime. The international court discussed earlier has an additional assignment of helping nation-states resolve trade disputes and allowing them to wage trade wars and currencies wars before they could affect the WSO. Every member-state shall be constantly reminded that they must live within their own means of production. They shall not expropriate the economic strength of the working classes of every nation on Earth through international trade agreements.

Financial Socialization or Financial Liberalization?

The Work-Standard is capable of accommodating the benefits of pure Socialism: high-quality free healthcare, free education and retraining, workers’ compensation, free housing, a modest retirement age, paid leave and vacation holidays, and May Day celebrations. There will be a Ranking System, plenty of medals, awards, promotions, and prizes to be conferred by either their State, a foreign State or the WSO. And anyone can be a recipient as early as their teenage years by working with the student government in charge of their SSE. Minimum Wages will be replaced with a weekly Paygrade based on Years of Services and Number of Dependents.

Other benefits include conventional Welfare, Taxation, and Insurance Systems being abolished because of their incompatibility with both the Work-Standard and the very essence of Socialism itself. Taxation will be reduced to a handful of smaller taxes promoting certain behaviors and dissuading others that everyone recognizes as necessary such as alcohol, tobacco, pornography, and gasoline among small, densely-populated nations. Any nation-state that decides to allow a Lottery or a Casino like in the United States will be counted as part of their Taxation Policies.

The secret to all of this is the fact that the Work-Standard relies on the Value of any Currency’s Quality of Geld being pegged to the Value of Arbeit being done by every Individual and Economic Enterprise vis-à-vis their Quality of Arbeit as part of the nation-state’s Total Productive Potential (TPP). A distinct methodology of accounting is employed as an alternative to the Liberal Capitalist “Double-Entry Account Bookkeeping System” and the “Triple-Entry Account Bookkeeping System” employed by the Blockchains of conventional Cryptocurrencies.

Like international trade, international finance will also change through the Work-Standard. Among nation-states, the Liberal Capitalist “Fractional-Reserve Banking System,” “Interest Rates,” Currency Depreciation/Appreciation vis-à-vis “Inflation/Deflation Rates,” and so on will be replaced by their Work-Standard equivalents.

Instead of “Financial Markets” issuing “Liberal Capitalist Financial Instruments (LCFIs),” there will a special Financial Office called the “Kontor” issuing “National-Socialized Financial Instruments” (NSFIs). And instead of Speculators profiting from Speculative Attacks and Labor Unions fighting each other and their Employers for the most Kapital vis-à-vis labor strikes, there will be a special financial civil court called the “State Commissariats of Wages and Prices.”

Finally, when one reads the relevant SMP Compendium entries related to the “Triffin Dilemma,” do pay attention to the fact that this author avoided discussing about in enough detail. The Intent behind this is two-fold? Why should any nation in this Socialist world order have to contend with a concept that its origin in Liberal Capitalist ideology? Why should any nation in this Socialist world order deserve to have their Currency be the “World Reserve Currency?”

History has shown that the Bretton Woods System is not the most ideal form of international finance. What the Socialist world order needs is an international financial system where the WSO issues a World Reserve Currency backed by the Currencies of the five largest economic powers on Earth. The purpose of WSO-issued World Reserve Currency is to accommodate two NSFIs: the “Economic & Financial Autarky Kit” (NFAK) and the “Economic Redevelopment and Reconstruction Banknote” (ERRB). The WSO must see to it that, in peacetime, every member-state and SSE shall convert their national Currency into a stockpile of this World Reserve Currency, to be readily converted into another Currency and able to maintain the balance of power through the Balances of Trades and Payments.

Every WSO member-state and their SSE’s national Currency will have three specific types of Geld under the Work-Standard: the “Actual Geld,” “Digital Geld,” “Military Geld.” Everything up to this point has been about Actual Geld. Digital Geld is generated by the national Intranet and Military Geld is generated by the Military-Industrial Complex. All three correspond to a specific FEC (Foreign Exchange Certificate).

- Anyone who works with a State Enterprise can be allowed to operate abroad, under the Command Responsibility of their diplomatic Consulate while operating within the borders of another nation. They will be given an FEC where they will be able to convert their Currency into the foreign one at a specified Fixed Exchange Rate arranged by the Central Banks of their nations.
- Anyone who travels abroad as a tourist will find out very soon that their Currency is not Legal Tender in other nations. Important lessons must be learned from the Coronavirus Pandemic because the worldwide reach of COVID-19 was made possible by hundreds of nation-states dependent on Tourism as a source of Kapital. Tourists must convert their Currencies into an FEC at a specified Fixed Exchange Rate arranged by the Central Banks of their nations.
- And anyone who imports anything by buying them directly from foreigners at a Foreign Enterprise, be in an online store or an offline one, will be required to purchase them in their Currency. Importers must convert their Currencies into an FEC at a specified Fixed Exchange Rate arranged by the Central Banks of their nations.

Digital Socialization or Digital Liberalization?

How Technology is developed in the Socialist world order will change. Technologies are going to reflect the cultural, traditional, social, theological, and national values of a specific Totality, an identifiable group of people, from within its country of origin. The Work-Standard will facilitate this noble challenge, its distinct accounting system enhancing those effects. Technological innovations intended for exportation must follow the example of the Work-Standard: it must accommodate the soul-life of all cultures and civilizations on Earth.

The Socialist conception of political-economic freedom will be reapplied in the digital realm. It will be recognized and enforced by the WSO. Nation-states will be asked to assist in international efforts to combat cyberterrorism, cybercrime, and computer malware. For economic activities in the realm of international trade do not just take place offline; they also occur online.

Nation-states will be establishing national Intranets connected to an international Internet presided by the World State Organization. This international Intranet is called “Heliopolis,” the smartphones designed to facilitate mobile access to Heliopolis as the “Phonophore.” A national citizen’s smartphone is their digital passport to Heliopolis, aside from visiting Heliopolis from Internet cafés. The Intent behind such an arrangement is straightforward. Anyone who commits a cybercrime on the national Intranet of a foreign nation will be extradited and tried in a fair and just trial under their judicial system. Conversely, anyone who has committed a cybercrime on Heliopolis will be extradited and tried by the international court at the WSO.

Heliopolis is designed to be unlike the “World Wide Web (WWW).” The WWW, as it exists, was once owned by the United States and as of late is currently controlled by a privatized corporation operating under the legal jurisprudence of the Californian Republic (aka the “State of California”). Meanwhile, nation-states are reasserting their National Sovereignty in the digital realm, which is slowly becoming a reality that everyone who accesses Internet must accept.

Instead of “Cryptocurrencies” that harm the environment and are quite limited in their ability to harness the true power of digital technologies, nation-states will be issuing Digital Geld backed by the Work-Standard. This is far more beneficial because an Individual under the Work-Standard is capable of boosting economic growth in their nation with autonomous robotics, unmanned vehicles, and programmed computer software. The Work-Standard’s distinct conception of accounting is capable of recording the effects of their own handiwork.

Anyone with an “online hobby” under Liberal Capitalism can now convert that activity into a secondary or even tertiary Vocation within the framework of Socialist legal jurisprudence. They are free to set up a website that can be counted toward their contributions of Arbeit to the Total Productive Potential of their nation-state. They will also be free from unwarranted mass surveillance and the expropriation of their personal information by intelligence services and privatized social media platforms profiting from post-9/11 digital surveillance systems.

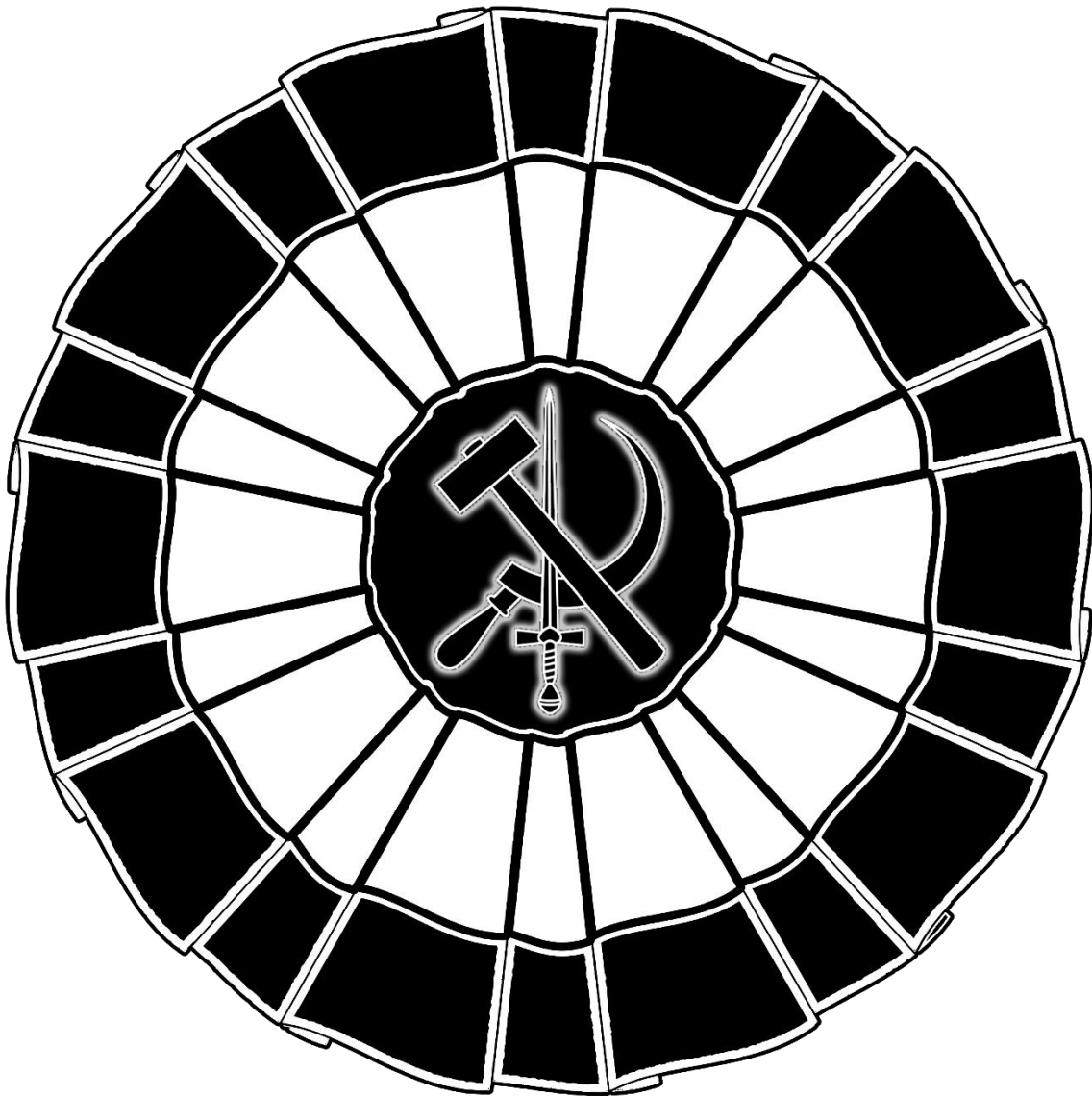
Cultural Socialization or Cultural Liberalization?

The Work-Standard is specifically designed to be compatible with all Socialisms. Every nation has its own conception of Socialism and other Socialisms, including those of identifiable groups of people, shall be recognized by the WSO. The WSO shall include a list of legitimate and illegitimate Socialisms, the merits of the legitimate and illegitimate ones judged by an international military tribunal. The Intent of this is to have the economic historians inform future generations of their successes and failures. Let history decide its victors.

- In the WSO, nation-states are allowed to form political-religious-economic-military alliances in Solidarity according to their common interests. Such alliances will continue to exist so long as those interests remain mutual. Member-states are allowed to join the newly-reconstituted “Non-Aligned Movement” (NAM), their SSEs allowed to join the newly-reconstituted “World Federation of Democratic Youth” (WFDY).

- Political Internationals based on legitimate Socialisms will be allowed to operate around the world under the direct oversight of the WSO and its member-states. Political parties and their youth groups are welcome to join their respective Political International. Illegitimate Socialisms are forbidden and therefore unrecognized by the WSO as doing so will endanger the entire world.
- Religious Pilgrimages will be allowed by the WSO and facilitated with assistance from its member-states. Member-states are allowed to let foreigners, particularly Catholic religious orders, to work abroad as part of their Vocation.
- Multinational Enterprises will be allowed by the WSO and facilitated with assistance from its nation-states under the terms of a multilateral Real Trade Agreement.
- All nations shall consider the first day of May as an international holiday to be recognized by the WSO. The WSO shall be the platform by which any nation is allowed to promulgate their international achievements on the world stage.
- The SSEs of the world are allowed by their nations to facilitate international student programs and diplomatic efforts by students and citizens alike. Tourists will also be allowed to travel abroad and learn about the national culture and tradition. The WSO shall respect, accommodate and celebrate, the political, economic and cultural diversity of humanity in this Socialist world order.

Section Two: Description, Characteristics and Important Topics



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a. The Four Functions and Six Attributes of all Currencies

Every Currency, including the Work-Standard's Sociable Currency, must be capable of exhibiting four consistent Functions. Without those key defining characteristics, they are unworthy of being practical in the everyday affairs of any country. These Functions are:

- **Medium of Exchange**: A Currency is capable of facilitating transactions in the transfer of goods and services from one set of hands to another. It should overcome the need for bartering for goods and services that somebody else lacks or does not have on hand, just as it must enable a Financial Régime to fuel all economic activities within the nation-state.
- **Unit of Account**: A Currency measures the Value of any given set of goods and services according to their Price. This enables anyone to compare their Value in relation to the Price whenever the latter depreciates or appreciates across time. It also has to be able to determine the overall health of the economy and the Financial Régime sustaining it.
- **Standard of Deferred Payment**: A Currency should be considered as being an acceptable form of payment in resolving all Debts. Any unit associated with this Currency is considered "Legal Tender" and thus can be used by anyone for paying off their Debts. This implies that the Currency has an inherent Value independent of its own stated Price.
- **Store of Value**: A Currency has to be able to preserve its Value, independent of the aforementioned Price at any given point in time. In order for the Value to remain constant, its Price has to also be constant as well. It does not even have to be Kapital insofar as the Currency in question is capable of maintaining its Value despite deteriorating political, social, and economic conditions.

Those four Functions affect the Currency's Attributes: **Fungibility**, **Durability**, **Divisibility**, **Portability**, **Cognizability**, and even **Scarcity**.

- Fungibility refers to a Currency being capable of maintaining its Value, even if the Currency takes on different shapes, appearances, and forms.
- Durability is the ability of the Currency to be reusable in more than one transaction. Anyone who has been paid in its units following a transaction must be guaranteed the right to reuse it again on a later date.
- Divisibility determines whether the Currency can be divided into smaller denominated units, which means a banknote has to be worth the same Value in coins.
- Portability affects whether the Currency can be safely transported by someone without too many difficulties related to its size, weight, length, width, or transferability.
- Cognizability refers to whether the Currency can be easily recognized by anyone, no matter who they are, as being a Store of Value, a Standard of Deferred Payment, a Unit of Account, and a Medium of Exchange. The Currency can maintain its Value, considered Legal Tender for paying off debts, can measure the Value of goods and services based on their Prices, and can facilitate transactions by anyone who uses it.
- Scarcity describes whether the Currency is able to limit its overall circulation based on a specific attribute. There is only so much gold and silver in existence just as printing too much a debt-backed fiat currency will cause Inflation.

Based on those Functions and Attributes, mainstream economics identified four conceptions of Currency, “Commodity Currency,” “Representative Currency,” “Fiat Currency,” and “Cryptocurrency.” All four correspond to the same four variants of Kapital discussed previously in Section One. As for Sociable Currency, the Work-Standard, it too abides by those four Functions. It has to be capable of operating as a Medium of Exchange, measure the Value of raw materials, goods and services according to their Prices as a Unit of Account, serve as an acceptable Legal Tender, and can sustain itself as a Store of Value. Where Sociable Currency differs is how it exhibits those six aforementioned Attributes.

Generally, Fungibility under the Work-Standard is related to the fact that the Financial Regime issues Sociable Currency as Legal Tender in denominated banknotes and coins. Its Durability, Divisibility and Portability are related to Actual Arbeit backing the Value of this Actual Geld through the economic activities of the Totality. The Totality’s actions as a Nation determine the Value of Arbeit, which in turns determine its Price of Geld and the State enforcing that Price under the rule of law. Actual Arbeit is also capable of being divided into specific Professions, Enterprises, Industries and Economic Sectors due to the Work-Standard’s need for a specialized model of political-economic governance. Arbeit can also be done across international borders if the State decides to conduct Real Trade Agreements (RTAs) with another State. This in turn enables the inevitability of Currencies pegged to the Work-Standard as being Cognizant and thus Scarce. There is a certain degree of Cognizability and Scarcity, except both are related to Arbeit and Geld and the fact that the Work-Standard itself relies on its own Theories of Value and Money.

Note that *Zeit* (Time) does not determine the Value of any Currencies pegged to the Work-Standard. Rather, it gauges the overall productivity and intensity of all economic activities generating Arbeit within a specific period. There is only so much *Zeit* within a workweek and even less so within a workday. Also, not all economic activities generate the same amounts of Arbeit and Geld. Certain professions, due to their inherent nature, may contribute more Arbeit but less Geld or less Arbeit but more Geld. This is normal and acceptable under the Work-Standard, so long as its Attrition/Inaction Rate, its peculiar metric for measuring the rate of Currency Depreciation/Appreciation, is able to stay within sustainable levels.

All of these considerations are demonstrative of why the Work-Standard is an original endeavor. It can therefore be capable of being distinguished from seemingly similar alternative currencies such as Josiah Warren’s Time-Based Currencies, Robert Owen’s Labour Vouchers and Labour Notes, Silvio Gesell’s *Freigeld*, and even some of the recent derivatives of Cryptocurrencies. The justifications behind why the Work-Standard has rejected them outright instead of borrowing anything from them will be elaborated in future entries to the Compendium.

b. Currency Depreciation/Appreciation (Pt. 1 of 2)

All Currencies will gain or lose Value over a period of *Zeit* (Time). Any increase in the Value is called “Appreciation” whereas any decrease in the Value is “Depreciation.” How the Value changes is dependent on the Currency being *Kapital* or *Geld*. For the sake of illustrating the differences between the Liberal Capitalist version and the one employed by the Work-Standard, this Entry will be split into two parts.

The Value of Kapital is affected by its “Scarcity/Availability” under the “Inflation/Deflation Rate.” Inflation leads to Currency Depreciation by increasing its Price. Deflation yields Currency Appreciation by lowering its Price.

Excessive Inflation Rates from *Availability of Kapital* results in shortages and hoarding, resulting in a concurring *Scarcity in most goods and services at higher Prices*. Kapital thrives through cheaper exports and more expensive imports.

Excessive Deflation Rates from *Scarcity of Kapital* results in Recessions and Depression, resulting in greater *Availability of goods and services at lower Prices*. Kapital thrives through more expensive exports and cheaper imports.

To strike a balance between Inflation and Deflation, Financial Regimes employ a combination of monetary and fiscal policies, but monetary policy has four methods:

- Most Central Banks determine the rate at which the Value of Kapital change through “Inflationary Targeting,” with the median set at around 2%. The Financial Regime offsets Deflation by expanding the Money Supply or the amount of Kapital that is in circulation. This is done by increasing the “Liquidity” [Read: Kapital] held at privatized commercial banks and lowering Interest Rates to encourage more borrowing. Conversely, the Financial Regime offsets Inflation by contracting the Money Supply, which is done by decreasing Liquidity at privatized commercial banks and increasing Interest Rates to encourage less borrowing.
- Every privatized commercial bank maintains a “Reserve Requirement,” which is the amount of Kapital they are allowed to borrow from the Financial Regime. Increasing Liquidity allows them to borrow more Kapital for their reserves; decreasing Liquidity does the opposite by having the banks borrow less Kapital. The banks rely on their own Interest Rates called “Discount Rates.”
- Financial Regimes may conduct “Open Market Operations,” which involves the lending and borrowing of LCFIs (Liberal Capitalist Financial Instruments). Securities such as government bonds are bought by the Central Bank, the Kapital created from those Securities are given to the privatized banks for them to lend to potential borrowers. When the Securities are sold by the Central Bank, the Kapital is removed from the banks’ balance sheets, leaving them with less Kapital in their reserves. Open Market Operations rely on a long-term variant known as “Quantitative Easing” (QE), where long-term bonds are purchased by the Central Bank to lower Interest Rates on borrowing.
- The Great Recession has also resulted in the creation of a new variation of Interest Rate called the “Interest Rate on Excess Reserves” (IRER) held by privatized banks. The Central Bank pays Interest if there is a higher than normal amount of Kapital in the banks’ reserves. It can lower the IRER to let the banks lend more or increase the IRER to have the banks lend less.

Fiscal policy relies on two methods. Both will always be propagated by the political parties of any Parliamentary Democracy prior to an election or else enacted through legislative motions in the event of a looming Recession. The tendency at which a parliamentary body decides depends on the political parties serving as Members of Parliament:

- Policies involving “Spending Cuts/Increases” will involve manipulating the rate of governmental spending. Examples include, but never limited to, subsidies to privatized firms, investments in infrastructure, converting Kapital into “social welfare,” and nationalization/privatization of enterprises.
- Those involving “Taxation Cuts/Increases” are intended for manipulating the tax rates. Corporate, Progressive/Regressive Income, Value-Added, ‘Capital-Gains’ and Dividends (for LCFIs only), and Fuel Taxes are all examples of such policies.

Due to the ideological orientation of Liberal Capitalism and the nature of Parliamentary Democracy, there is no guaranteed Synchronicity between monetary and fiscal policies. MPs have a vested interest in keeping their seats and political parties are trying to enter or stay in power. This results in MPs trying to pursue high government spending and low taxation, preferably before an upcoming election, to increase their electoral changes. The problem with this approach is the ramifications of what happens after the election.

Overall, the methodology for monetary and fiscal policies under Liberal Capitalism operates according to the Incentives of Supply and Demand. Everything revolves around Kapital first and foremost before the Scarcity/Availability of everyday goods and services. Kapital cannot be simply ‘printed’ and allocated to the State and its people. In its simplest form, it has to be distributed from the Central Bank to the banks to the borrowers.

Note that any Price increases or decreases in individual everyday goods and services may be affected by their Scarcity/Availability alone. To find whether Prices in general are changing due to Currency Depreciation/Appreciation, pay attention to the “Consumer Price Index” (CPI).

c. Currency Depreciation/Appreciation (Pt. 2 of 2)

As stated earlier, the Liberal Capitalist conception of Currency Depreciation/Appreciation relies on a “Inflation/Deflation Rate.” The Inflation/Deflation Rate is influenced by the Supply and Demand of Kapital in existence relative to the amount of goods and services being circulated. The manner in which this Rate rises or falls is mitigated by the Interest Rate. In the previous Entry, every monetary policy among the Central Banks of Liberal Capitalist Financial Regimes can be summarized as “Lending/Borrowing,” “Interest/Negative Interest,” “Produce/Consume,” and “Buy/Sell.” The fiscal policies pursued by Parliamentary Democracies are “Increase/Decrease Taxation” and “Spend/Save.” All of them rely on the aforementioned dialectics of “Scarcity/Availability” of Kapital. None of these dialectics, including Taxation, are applicable to the Work-Standard. This is due to the Work-Standard relying on a very different set of dialectics that stem from its own distinct understandings of economics and finance.

Geld, Arbeit, and Zeit will always be the three important variables whenever any analysis of the Work-Standard in the Compendium. It is for these considerations that Currency Depreciation/Appreciation under the Work-Standard operates according to its parameters. The Value of Sociable Currency is affected by the Price of Geld rises and falls according to the Value of Arbeit created by the national economy at any given period in Zeit. It is within the Synchronicity between Arbeit and Geld that Sociable Currency’s version of Currency Depreciation/Appreciation is related to an “Attrition/Inaction Rate.” Here, Depreciation occurs from an increasing Attrition Rate, whereas Appreciation occurs from an increasing Inaction Rate. What influences the Sociable Currency’s balance between its Attrition Rate and its Inaction Rate, allowing the Work-Standard to avoid the Inflation/Deflation Rate as well as an Interest Rate, is Arbeit itself.

The Attrition Rate naturally accumulates from the constant creation of Actual Arbeit and its subsequent contributions to the Life-Energy Reserve. When the amount of Arbeit increases at a heightened rate within a shorter than usual timeframe, Attrition rises to reflect the growing Unsustainability of the production process with regard to its overall Quality and Frequency. Conversely, the Price of Geld has to increase to reflect the ongoing Depreciation in the Value of Arbeit. The same can also be said for the inverse: declining amounts of Arbeit being created in that same timeframe will cause the Attrition Rate to fall and instead cause the Inaction Rate to rise. As Inaction rises, the Price of Geld will decrease to reflect this Appreciation in the Value of Arbeit.

The Financial Regime can avoid excessive Attrition and Inaction by relying on a “Mechanization Rate.” The Mechanization Rate gauges the extent to which the Socialist Nation is relying on automated technologies within its national economy. It influences the Value of Arbeit through the Synchronicity between the workers and their technologies. The Mechanization Rate helps the Work-Standard achieve the metaphysical embodiment of Ernst Jünger’s Figure of the Arbeiter from “Total Mobilization” and *Der Arbeiter*. In essence, the Totality must be in the position to control the extent to which their own Technology affects their everyday lives, rather than simply letting a technocratic bureaucracy do everything for them.

If one has not already realized the implications of what is being implied here, Automation has the potential to complement the Work-Standard in ways that even Karl Marx could never have fully comprehended in his “*Fragment on Machines*” from *Grundrisse*. In both works, the Mechanization Rate finds its justifications for an outright replacement of the Interest Rate: shall humanity be enslaved to the whims of the Enlightenment’s “Triumphal March of Technology” or shall humanity be freed to control Technology and eventually achieve Socialism?

The implications of the Mechanization Rate can be discerned from its benefits. Strategic deployments of automated technologies could relieve segments of the workforces from overburdening themselves with Meaningless Work, minimizing the effects of Currency Depreciation by allowing the Attrition Rate to fall within governable levels. Instead of being a potential cause of unemployment and the uprooting of whole communities, Automation presents the possibility for the Work-Standard's Mechanization Rate to become an actual benefit under Socialism. The rates set by a Central Bank could correspond to how much of the national economy should be allowed by law to operate on an 'autopilot mode' without the Totality's direct input. Everything from a shorter workweek to the development of an entirely different form of Planned/Command Economy is feasible.

It is because of these possibilities that the Mechanization Rate should always be used sparingly. Increasing the Mechanization Rate means further automating the national economy by the State. While Usury ends under the Work-Standard as a phenomenon restricted to monetary policy, it can potentially return in the form of destroying the livelihoods of people whose Arbeit is generated from their professions. Not everything needs to be automated.

While a discussion into understanding why the Work-Standard rejects the notion of Taxation remains forthcoming, an important topic must be addressed with regard to pricing. The pricing of everyday goods and services will be decided by the State in accordance to the directions and guidance of the people. The people should help the State determine the Prices just as they must also help the State determine the wages in Geld that are needed to purchase those same goods and services. Special financial institutions, also another future topic requiring its own future entry, must be established by the State to oversee the official changes to any Price.

The State must enforce the Prices according to the overall conditions of the Planned or Command Economy at a given point in Zeit. The State will always be the final authority and thus wields all Intents of Command and Obedience regarding the Work-Standard. Furthermore, there cannot be any "Price Controls." A Price Control basically freezes the Price of any good or service into a specified amount or else range. The problem with Price Controls is that they are never meant to change at all according to current economic conditions. Once they are enacted, the Price remains static until repealed. There should also be legislation forbidding any price gouging. Under no circumstances outside of the absolute life-or-death conditions of Total War are there to be preventable shortages or implementations of rationing by the central government.

Lastly, if the Attrition Rate governs Currency Depreciation and the Inaction Rate for Currency Appreciation, what can be said about the extremes of Attrition and Inaction? What forms would they take? Are there any historical precedents which need to be presented to the Central Bank as potential case studies where implementing the Mechanization Rate could save lives?

d. ‘Death-by-Overwork’, the Work-Standard’s Version of Hyperinflation

Various historical events have been cited by historians and economists alike as providing definitive examples of Hyperinflation. Weimar Germany, Mugabe’s Zimbabwe, and Venezuela have been cited as contemporary examples in the past century alone. These examples are well-known cases where there is an overwhelming amount of any Currency in circulation as Kapital and the Value plummets to nothing. All three cases continue to be cited because each one has occurred under Financial Regimes not relying on the Bimetallism (the Gold and Silver Standards), but instead Chartalism (the Debt-Standard). This is not to suggest that Gold and Silver are immune to Hyperinflation as neither are exceptions. Examples of Hyperinflation involving Bimetallism include the Roman Empire’s Crisis of the Third Century of 235-284 AD and the German Reich’s *Kipper- und Wipperzeit* (Tipper and Seesaw Time) during the Thirty Years War in 1621.

Granted, it must be stressed that the Work-Standard is also not immune to its equivalent of Hyperinflation, ‘Burnout’, which is the figurative shorthand for its more literal shorthand: ‘Death-by-Overwork.’ With Death-by-Overwork, therein lies the extreme effects of Attrition, its polar opposite for Inaction being “Death-by-Inaction.” Before any serious investigation into how Hyperinflation is factored by the Work-Standard, two important questions deserve to be asked. Why do governments resort to rapidly depreciation of their Currency? Under what conditions would Death-by-Overwork become justifiable as part of any flawed Socialist Monetary Policy?

Most historical examples of rapid Currency Depreciation have often been the consequence of running budgetary deficits. They tend to occur during periods of political and economic crises, military conflicts, social instability. The justification itself revolves around an emergency measure on the part of governments to create large quantities of Currency as a means of financing their budgetary deficits. The effects become a secondary concern, eclipsed by larger ones like the possibility of being annihilated in a war or the government being forced to crack down on dissent as part of restoring order and stability. The Currency Depreciation could be addressed later, when the government finally achieves a more tenable position to deal with the negative effects.

If governments can justify Hyperinflation on the basis of national survival or a national emergency, it can be argued that similar justifications will be made by any country relying on the Work-Standard. The political context by which they occur will stem from factors that exist beyond the immediate purview of monetary policy. Within monetary policy alone, the effects are factored by the overall creation of Arbeit across a given Zeit and how high the Mechanization Rate had been set. Outside the realm of monetary policy, the effects are more noticeable within the national economy, and that is where the Work-Standard differs from both Bimetallism and Chartalism. Since the Work-Standard is capable of achieving proper Synchronicity between the economic and financial realms by the political realm, the effects of Death-by-Overwork cannot be discerned from the mere act of creating of more Geld by the Financial Regime.

The Work-Standard’s version of Currency Depreciation was defined as the “Attrition Rate.” Having a governable amount of Attrition within normal bounds is preferable because Burnout arises from the accumulation of excessive Attrition through unrealistic amounts of Arbeit being contributed to the Life-Energy Reserve within a short period of Zeit. Here, the contemporary examples over the past year alone actually extend beyond the usual cases of Weimar Germany, Mugabe’s Zimbabwe, and Venezuela. Given the Work-Standard’s distinct conception of Currency

Depreciation/Appreciation, the more plausible examples worthy of investigation are the “Great Leap Forward” of Maoist China, the “Lost Decades” of post-1945 Japan, and the major military conflicts of the 20th century like the two World Wars. Even though a forthcoming investigation is required to fully grasp how the Work-Standard functions under the wartime conditions, the Great Leap Forward and the Lost Decades deserve to be studied as worthy case studies in themselves.

In the Great Leap Forward, Chairman Mao and his faction within the Communist Party of China were trying to quickly industrialize the entire People’s Republic of China within the span of a single Five-Year Plan. Their more moderate rivals at the time believed that the industrialization of the PRC should occur gradually over a longer period, allowing the peasantry to be collectivized before any large-scale industrialization can occur. This occurred at a time when the PRC had won the Chinese Civil War against Chiang Kai-Shek and the Kuomintang, who retreated to the island of Taiwan, where their descendants still hold out today. Since the PRC needed to rebuild Mainland China and create an economy capable of sustaining itself, the Great Leap Forward was justified on those grounds between 1958 and 1962.

Entire populations in Mainland China were compelled by Beijing to form farming collectives and entire industries of workers were conscripted into the industrialization efforts. Chinese industries were to surpass the industrial capacity of the United Kingdom within the next fifteen years (1973, to be exact). The goal was really motivated by propaganda more than anything else, inspired by a similar Five-Year Plan under Nikita Khrushchev where the Soviet Union would surpass the United States industrially within the same timeframe. Since this Five-Year Plan was also the infamous “Seven-Year Plan” (for lasting seven years), the Great Leap Forward also fell short of its own expectations due to poor organization, timing, and coordination.

The consequences of the Great Leap Forward led to the PRC’s overall food production to deteriorate, which led to mass starvations by the tens of millions. It also led to its economy to stagnate, the effects of which lasted for the rest of Chairman Mao’s reign. Another consequence was the infamous Cultural Revolution, a years-long campaign by the CPC to consolidate its power after the failure of the Great Leap Forward. But perhaps the most pervasive and recognizable set of consequences has been the PRC’s gradual pursuit of market reforms initiated under the reign of Deng Xiaoping, which contributed to a swift economic recovery that resulted in Mainland China surpassing the post-1945 Japanese economy.

Post-1945 Japan, despite its Liberal Capitalist Market Economy, offers noteworthy examples into the negative effects of Burnout that can arise under the Work-Standard. While Mainland China was pursuing Dengist market reforms, the post-1945 Japanese economy entered the euphoria of an asset-price bubble created by the Plaza Accord of 1985. The debilitating effects of the faux-prosperity in the late 1980s, including its gawdy influences on Japanese culture, manifested fully when the bubble burst at the end of the Cold War. A “Lost Decade” materialized in its wake during the 1990s to inflict economic stagnation on Japan, the effects of which were exacerbated due to Japanese technology and financial firms being affected by the Dot-Com Bubble, the 9/11 Attacks, and the Great Recession. The absence of a coherent recovery in the 2000s, coupled with the subsequent earthquake and tsunami that led to a nuclear reactor meltdown in 2011, has led to the Lost Decade being extended to include the 2000s and 2010s.

Unlike the Mainland Chinese example from earlier, the post-1945 Japanese case included an economy suffering from rampant Deflation, Negative Interest Rates, an aging population, declining birthrates, rising deathrates, and depopulation of the countryside. Worsening these effects is a hellishly grueling work-culture centered around a worker’s absolute, blind loyalty to their Zaibatsu-like ‘Keiretsu’ as ‘Salarymen.’ The term “Karoshi,” from which the Work-

Standard's Death-by-Overwork originated from, has become a negative consequence of a work-culture that forces its workers to literally overwork themselves to the point of death or suicide.

The significance of the Japanese work-culture presents an interesting dynamic about the impact of excessive Attrition accumulating into Burnout. Had the Japanese Yen been pegged to the Work-Standard and provided that the work-culture refuses to change, it is doubtful that the Japanese economy will recover from the Lost Decades in a meaningful way. The Work-Standard, rather than being a source of redemption in alleviating the country's Deflation Rate (which the Work-Standard registers as its Inaction Rate), may instead contribute to a higher than normal Attrition Rate tantamount to achieving literal Burnout. 'Karoshi', including the deaths it causes, no longer remains as a social issue divorced from economic and financial stressors; it becomes a matter of genuine governmental policy.

e. Exchange Rates and the Impossible Trinity

Every Currency has an Exchange Rate that determines its Value when compared against the Value of another Currency. This is best demonstrated by the Price of conversions between one Currency to another. If one wishes to know how much their *Geld* (or, in most cases, Kapital) is worth in another Currency, begin by determining the Exchange Rate. That equation is

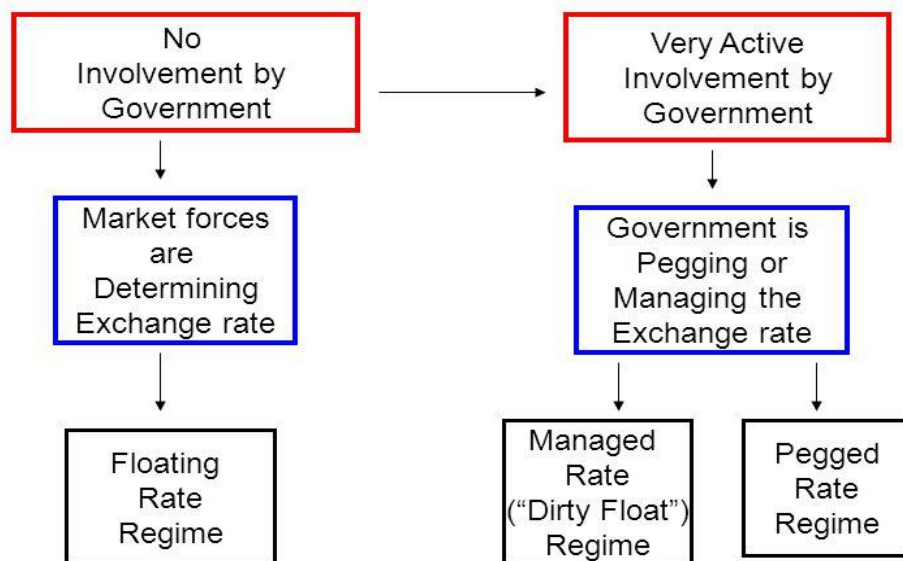
$$\text{Exchange Rate} = (\text{Starting Amount of Currency A}) / (\text{Total Amount of Currency B})$$

And if one knows the Exchange Rate and the amount of *Geld* that they have, but wish to know the final amount in the other Currency, the equation reads as

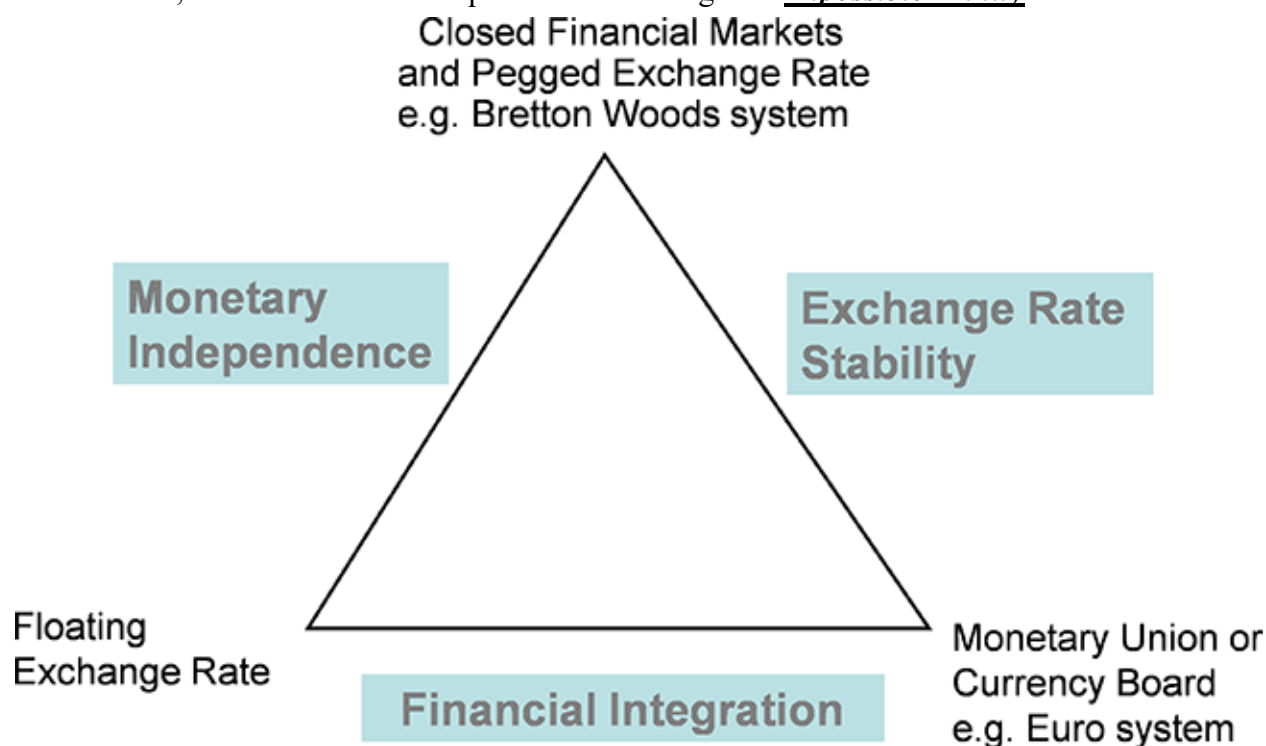
$$\text{Total Amount (Currency B)} = \text{Starting Amount (Currency A)} * \text{Exchange Rate}$$

The Work-Standard still operates according to those same parameters. The real differences begin with the monetary policies that govern Exchange Rates. The Death of Bretton Woods did not just give birth to the Debt-Standard and the trillions of US Dollars of Schuld (Debt/Guilt) plaguing whole economies. In addition to the question of Command and Market Economies within the economic realm, there is also the question of choosing between “Fixed Exchange Rates” and “Floating Exchange Rates” within the finance realm. As this following diagram demonstrates:

Exchange Rate Regimes Today



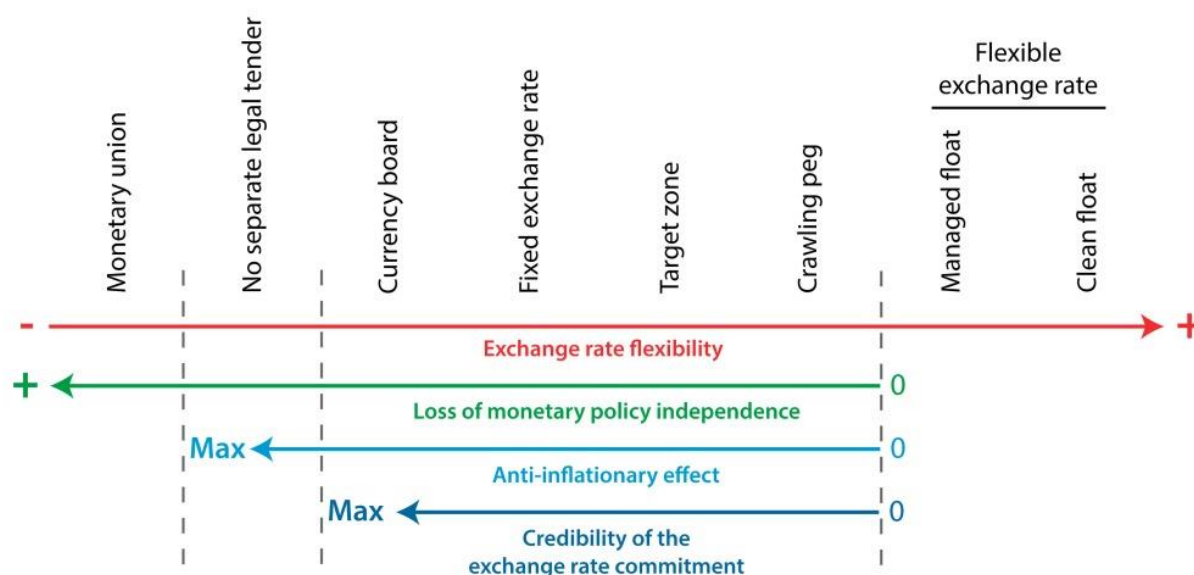
The difference between Fixed Exchange Rates and Floating Exchange Rates is far more than a political question of whether the State determines the exchange rate under the Intents of Command and Obedience or the Incentives of Supply and Demand. Insofar as the Work-Standard is concerned, there is the financial question of tackling the “*Impossible Trinity*.”



The Impossible Trinity refers to the ongoing dilemma within Exchange Rates where Currencies must balance between Sovereignty, Stability, and Mobility. In its simplest form, the Impossible Trinity insists that a Currency can emphasize two of the three attributes at the cost of sacrificing the advantages of the third attribute.

- “Sovereignty” is whether the nation-state issuing the Currency is able to set the Exchange Rates on their own terms. Either the Value of the Currency is determined by its issuing Financial Regime, it is influenced by another Currency or else issued by another Financial Regime like the European Union in the case of the Euro.
- “Stability” is whether the Currency in question can maintain its Value without too many deviations within the realm of Currency Depreciation/Appreciation. Either the Value of the Currency is considered operating on a Fixed Rate or else on a Floating Rate.
- “Mobility” is whether the Currency is allowed to move freely across international borders without any controls and taxes. Either the Currency is allowed to circulate across international borders freely without regard for Currency Depreciation/Appreciation or else there are controls in place to prevent any large fluctuations in its Value as in the case of the Chinese Renminbi.

Below is a diagram of the Impossible Trinity and how its attributes interact with the dialectics of Fixed and Floating Exchange Rates. Note that the levels to the left of “Fixed Exchange Rate” are applicable for Currencies that rely on other Currencies or else are issued by supranational bodies like the EU:



When a Currency does exhibit characteristics of all three, the result is a financial crisis associated with the Currency in question. The Mexican Peso Crisis of 1994-1995, Asian Financial Crisis of 1997-1998, and the Argentinean Financial Collapse of 2001-2002 are historical examples and each one demonstrating the consequences of applying all three.

Before any serious critique of the Impossible Trinity can be made from the purview of the Work-Standard, an investigation into its technical origins is needed. In essence, the Impossible Trinity finds its basis at the height of Bretton Woods during the 1960s vis-à-vis the “Investment/Savings-Liquidity Preference/Money Supply-Balance of Payments Model” (IS-LM Model), otherwise known best as the “Mundell-Fleming Model.” Economists Robert Mundell and Marcus Fleming devised the model by building upon the IS-LM Model to apply for Liberal Capitalist Market and Mixed Economies. The IS-LM Model that the Mundell-Fleming Model is based on John R. Hicks’ 1937 economics journal article ““Mr. Keynes and the Classics: A Suggested Interpretation,” which found its basis in John Maynard Keynes’ *General Theory*. Understanding the Mundell-Fleming Model entails also understanding the IS-LM Model.

The Investment-Saving Curve of the IS-LM Model refers to the Supply and Demand for the production of goods and services. Its equation reads as:

$$\text{Production (Y)} = \text{Consumption} * \text{Production} - \text{Taxes [C(Y-T)]} + \text{Investments (I)} + \text{Government Spending (G)}$$

The LM curve refers to the Supply and Demand for Kapital according to the Interest Rate and the Output of Kapital. Its equation is:

$$(\text{Money Supply (M)}) / (\text{Price Level (P)}) = \text{Money Demand (Interest, Production)}$$

The Mundell-Fleming Model builds upon the IS-LM Model by including the “Net Exports” of goods and services and their “Price Level” in another Currency. The Model is best for understanding Liberal Capitalist Market and Mixed Economies, but not suitable for understanding

Socialistic Planned and Command Economies. Moreover, both Models are impractical for use with the Work-Standard due to relying on financial and economic paradigms more attuned to Socialism.

Given the three attributes of the Impossible Trinity and the two Models that given them their political legitimacy, it is conclusive to argue that the Work-Standard operates differently within the parameters of Fixed and Floating Exchange Rates. The reasoning for this is tied to the fact that the Value of a Currency pegged to the Work-Standard is guaranteed to a Fixed Exchange Rate backed by the Actual Arbeit of the Planned or Command Economy. Additionally, the Work-Standard requires a Currency's issuing nation-state to wield the national sovereignty necessary in setting the Exchange Rates. This leaves the question of the movement of said Currency across international borders, which are nonetheless dependent on Real Trade Agreements (RTAs).

The question of whether to impose controls on the movement of Currencies across international borders is a technological matter inasmuch as it is also financial and geopolitical. The Work-Standard provides justifications for imposing greater flexibility in terms of monetary flows for the Council State. While the Totality can technically move Actual Geld across international borders with relative ease, the State will always be the final authority on deciding the Exchange Rates and whether there will be FECs (Foreign Exchange Certificates) in circulation or not.

f. Theories of Value (Pt. 1 of 2)

Is the Value of a good or service determined by the value-judgments and attitudes of the beholder? Or is the Value not informed by anyone in particular and can be measured objectively? Assuming if the Value can be judged intrinsically, how is that feasible?

Key to discerning what something should be worth is a “Theory of Value.” A Theory of Value refers to the epistemological basis by which something can be judged based on an inherent Value. From those judgments, a Price can be decided upon. Ultimately, the decision-making process, ontology, and the methodology itself are what separate the interpretation of one Theory of Value from those of another. Although lesser-known Theories of Value exist, with the Work-Standard relying on its Theory of Value, the most well-known examples within economics have been the Subjective, Utility, and Labor Theories of Value.

The best way to understand the Subjective Theory (STV), the Utility Theory (UTV) and the Labor Theory (LTV) is the “Water-Diamond Paradox.” This is the well-known Paradox that was originally popularized by Adam Smith in *The Wealth of Nations* during the Enlightenment. Consider the following passage from Book 1, Chapter 4 (“Of the Origin and Use of Money”):

[12] *What are the rules which men naturally observe in exchanging them either for money or for one another, I shall now proceed to examine. These rules determine what may be called the relative or exchangeable value of goods.*

[13] *The word value, it is to be observed, has two different meanings, and sometimes expresses the utility of some particular object, and sometimes the power of purchasing other goods which the possession of that object conveys. The one may be called “value in use”; the other, “value in exchange.” The things which have the greatest value in use have frequently little or no value in exchange; and, on the contrary, those which have the greatest value in exchange have frequently little or no value in use. Nothing is more useful than water: but it will purchase scarce anything; scarce anything can be had in exchange for it. A diamond, on the contrary, has scarce any value in use; but a very great quantity of other goods may frequently be had in exchange for it.*

[14] *In order to investigate the principles which regulate the exchangeable value of commodities, I shall endeavour to show:*

[15] *First, what is the real measure of this exchangeable value; or, wherein consists the real price of all commodities.*

[16] *Secondly, what are the different parts of which this real price is composed or made up.*

[17] *And, lastly, what are the different circumstances which sometimes raise some or all of these different parts of price above, and sometimes sink them below their natural or ordinary rate; or, what are the causes which sometimes hinder the market price, that is, the actual price of commodities, from coinciding exactly with what may be called their natural price.*

[18] *I shall endeavour to explain, as fully and distinctly as I can, those three subjects in the three following chapters, for which I must very earnestly entreat both the patience and attention of the reader: his patience in order to examine a detail which may perhaps in some places appear unnecessarily tedious; and his attention in order to understand what may, perhaps, after the fullest explication which I am capable of giving of it, appear still in some degree obscure. I am always willing to run some hazard of being tedious in order*

to be sure that I am perspicuous; and after taking the utmost pains that I can to be perspicuous, some obscurity may still appear to remain upon a subject in its own nature extremely abstracted.

What Smith was describing is the argument that the diamonds have a higher Price than water has to do with the usefulness and the labor that went into them. This particular interpretation of Pricing is the same LTV that later influenced Marxist Theory. The reason why I am refusing to refer to “labor” as Arbeit is because Smith believed it was Zeit that made the diamonds more expensive than water. In essence, it was *how long* it would take for the producer to mine the diamonds and refine them into something tangible without the input of the consumer.

When Karl Marx adopted Smith’s LTV as part of conceptualizing Scientific Socialism with Friedrich Engels, he reinterpreted LTV on the basis of “**Socially Necessary Labor Time**.” From the outset, Smith and Marx’s conceptions of LTV are based on a quantitative amount of Zeit required in the production of goods and services. The Marxist interpretation differs by focusing on *how much* somebody created according to *how long* it would take them to produce it on average. Marx referred to this variable as the “**Average Unit Labour-Cost**.”

Consider the following from Marx’s *Wage-Labour and Capital/Value, Price and Profit*:

“Take the example of our spinner. We have seen that, to daily reproduce his labouring power, he must daily reproduce a value of three shillings, which he will do by working six hours daily. But this does not disable him from working ten or twelve or more hours a day. But by paying the daily or weekly value of the spinner’s labouring power the capitalist has acquired the right of using that labouring power during the whole day or week. He will, therefore, make him work say, daily, twelve hours. Over and above the six hours required to replace his wages, or the value of his labouring power, he will, therefore, have to work six other hours, which I shall call hours of surplus labour, which surplus labour will realize itself in a surplus value and a surplus produce. If our spinner, for example, by his daily labour of six hours, added three shillings’ value to the cotton, a value forming an exact equivalent to his wages, he will, in twelve hours, add six shillings’ worth to the cotton, and produce a proportional surplus of yarn. As he has sold his labouring power to the capitalist, the whole value of produce created by him belongs to the capitalist, the owner pro tem. of his labouring power. By advancing three shillings, the capitalist will, therefore, realize a value of six shillings, because, advancing a value in which six hours of labour are crystallized. By repeating this same process daily, the capitalist will daily advance three shillings and daily pocket six shillings, one half of which will go to pay wages anew, and the other half of which will form surplus value, for which the capitalist pays no equivalent. It is this sort of exchange between capital and labour upon which capitalistic production, or the wages system, is founded, and which must constantly result in reproducing the working man as a working man, and the capitalist as a capitalist.”

Outside of Marxist Theory, LTV fell out of disuse among Liberal Capitalist economic circles in the latter half of the 19th century, when Carl Menger of the Austrian School introduced STV as his interpretation of the Water-Diamond Paradox. The crux of STV was that the diamonds got a higher Price because of their Scarcity and for giving the consumer less Marginal Utility than water. Conversely, water received a lower Price due to its Availability in giving the consumer greater Marginal Utility than the diamonds. “Marginal Utility” was derived from the Utilitarian worldview of English Liberals like Jeremy Bentham and judged the Value on whether something

provided the most pleasure for the least pain. Or, put another way (and Oswald Spengler pointed out in *Prussianism and Socialism*), “*the greatest happiness for the greatest number.*”

STV did not focus on whether the water and diamonds took a certain amount of Zeit or their overall usefulness for the producer. It instead emphasized whether a quantifiable amount of water or diamonds will achieve the most pleasure for the least pain, the “*greatest happiness for the greatest number.*” The one who ultimately decides is the consumer as an Individual rather than the producer as an Individual. It was because of this not well-understood and false dialectic that Spengler had suspected that Marxism still operated in the framework of Liberal Capitalism.

Even so, STV served as the prerequisite for the Liberal Capitalism’s UTV, which was a refinement of what STV set out to achieve. Here, Liberal Capitalist ideology emphasizes not just on the Marginal Utility, but also the personal preferences of the consumer. This in turn enables the consumer as an Individual to claim that something should be worth more than something else or vice versa. It allows the consumer to gain the most pleasure from something while also inflicting the most pain toward the producer in trying to cater to the Incentives of Supply and Demand. Kapital becomes the means by which such a relationship can be made possible.

A similar variation of LTV, STV, and UTV is the Cost-of-Production Theory of Value, as favored by David Ricardo and later supported by Marx and Engels in Volume I of *Das Kapital*. It argues that the Price of a good or service is based on the materials that went into its creation, the labor required to produce it, as well as other costs related to Kapital, land, and taxes. Going back to the Water-Diamond Paradox, the Price is dependent on the Kapital required to obtain the materials and labor (as well as the material and labor themselves), the Zeit that took to produce it, the facility and equipment needed for its production, and the taxation rate (if any).

Another lesser-known, albeit more recent, Theory of Value is the “Power Theory of Value” of Jonathan Nitzan and Shimshon Bichler in *Capital as Power: A Study of Order and Creorder*. Rather than the perception of Kapital as an exponent of material forces as the other Theories of Value defined it, Kapital *is* power itself. The Value of Kapital is not for its own sake, but as an instrument of the Liberal Capitalist Will-to-Power (to quote Friedrich Nietzsche’s *Der Wille zur Macht*) over the Totality. The Prices that Kapital permits under Liberal Capitalism has little to do with the producers and consumers, production and consumption. It has everything to do with whether Kapital itself is able to seize control of the Heideggerian “Authentic Dasein” of the Individual, the Class, the State, the Church and the Totality. By replacing “Authentic Dasein” with a counterfeit “Inauthentic Dasein,” increasing abstract forms of Kapital is capable of existing as “Fictitious Commodities” (to quote Dr. Karl Polanyi from *The Great Transformation*).

The term Nitzan and Bichler chose to describe this Liberal Capitalist perversion is “Differential Accumulation,” the logic of which is fundamental to the Liberal Capitalist pursuit of “Capitalization.” The diamonds were only able to be Price higher because somebody wielded enough Kapital to be in the position that diamonds are more expensive than water. Thanks to Globalization, it is now easier for privatized commercial firms to exert a monopoly or oligopoly on Prices in whole nation-states. As Nitzan and Bichler wrote:

“What is being accumulated are claims on the future flow of profit. The pace of accumulation therefore depends on two factors: (a) the institutional arrangements affecting profit expectations; and (b) the normal rate of return used to discount them into their present value. The effect of rising industrial capacity on these factors is not only highly complex and possibly non-linear, but its direction can be positive as well as negative. But then if capital is not ‘tangible’, how should its accumulation be measured?”

Surely, the mere augmentation of money values tells us little about power, particularly in the presence of inflation or deflation. The answer is rooted in the relative nature of power. The power of the absentee owner is the power to control part of the social process, and that becomes meaningful primarily against the power of other owners."

Does the Work-Standard rely on the Power Theory of Value or the Labor Theory of Value, seeing how both contain similar themes? No, the Work-Standard relies on its own Theory of Value that functions differently from PTV and LTV. The justification has to do with Kapital distorting the Authentic Dasein of Currency and how it affects all economic and financial activities. Just consider what Spengler had written in *Prussianism and Socialism*:

"Capital" is the grand expression that describes the English view of property. "Capital" means economic energy; it is the armor one puts on before joining the battle for success. Instead of the French cavalier and pensioner, what we see here is the magnate of the stock market, of petroleum or steel, whose pleasure consists in the feeling of economic omnipotence. He understands property to mean exclusively private property. As he sees it, one man's snuffle can cause the market to plunge all over the world; a telegram of three words can unleash catastrophes on the far side of the planet; and the trade and industry of entire nations are a function of his personal credit. "Private" property—it is important to grasp the term in its full dramatic sense. The billionaire demands absolute freedom to arrange world affairs by his private decisions, with no other ethical standard in mind than success. He beats down his opponents with credit and speculation as his weapons. His state and his army are his trust, and the political state is little more than his agent whom he commissions with wars such as those in Spain or South Africa, or with treaties and peace negotiations. The final goal of these genuine mastertypes is to turn the whole world into one huge trust. As far as he is concerned the average citizen's nominal right to property can remain inviolate; he can enjoy complete freedom to give away, sell, or bequeath his possessions as he sees fit. But the economic value of his possessions as commercial capital is made to move in certain directions by a remote central agency that is utterly beyond his control. Thus the money magnate is a property owner in a very special sense. Whole peoples and nations can be forced to work according to his tacit command and his omnipresent will.

Therefore, it is more realistic to argue for practical applications of the Work-Standard to be operating its own distinct Theory of Value. Even though somebody could claim that the Work-Standard functions on the Labor Theory of Value, such conclusions are at best a superficial oversimplification that does not accurately describe its true Theory of Value.

g. Theories of Value (Pt. 2 of 2)

It was established that the Theory of Value employed by the Work-Standard operates on its own paradigm. Practical applications of the Work-Standard do not rely on either the Labor Theory of Value (LTV), the Subjective and Utility Theories of Value (STV and UTV respectively), or the less-known ones like the Cost-of-Production and Power Theories of Value (CPTV and PTV respectively). Although it is possible that its Theory of Value bears superficial resemblances to LTV on paper, the differences are more obvious in its theoretical and practical applications.

The best way to identify it is to revisit the significance of the Water-Diamond Paradox. The Water-Diamond Paradox raised the question of why diamonds would be given a higher Price than water. All of the other Theories of Value suggested that diamonds received their intended Price because of the materials, the labor and Zeit needed to produce them; the preferences of the consumer in receiving the most pleasure for the least pain at first opportunity; taxation rates and manufacturing costs; its Scarcity compared to the Availability of water; and the Will-to-Power of Kapital in enforcing the Price. Each Theory of Value is an interpretation intended to rationalize why the diamonds have a higher Price. Insofar as the Work-Standard is concerned, is there a justification behind diamonds being expensive?

Under the Work-Standard, the high Price of diamonds is affected by the physical, mental and spiritual commitment of Life-Energy toward a Vocation for the creation of Arbeit and its later subsequent registration into the Central Bank's Life-Energy Reserve as part of the Life-Energization Reciprocity (LER) Process. Here, it becomes possible to argue that the diamonds got its Price due to the Intents of Command and Obedience, implying that specific social relations in the means of production had created the conditions for diamonds to be priced at a certain amount.

- **Command**: A Vocation responsible for harvesting the diamonds was able to achieve "Economic Socialization" because harvesting them had set the precedent for additional Arbeit to accrue from other Vocations that needed it. That can range from industrial applications like infrared optics and cutting tools to more mundane ones like semiconductors and jewelry.
- **Obedience**: There is a possibility that the diamonds themselves increased the likelihood of "Meaningful Work" a Force Multiplier (FM) in itself for the Vocations handling them. As an FM, it can tilt in favor of either Work-Intensity (WI) or Work-Productivity (WP). For WI, the diamonds are priced higher to deter hoarding and prevent shortages; for WP, the diamonds are priced higher for their strategic importance and had been allowed to accrue Attrition.
- **Intent**: A **State Commissariat of Wages and Prices**, following the Intents of the Vocations involved with the diamonds, had agreed that the Price should be higher. The State will now enforce this Price until a change in conditions permit the Price to increase or decrease.

In essence, what influences the Value of the diamonds was the Intents of Command and Obedience in relation to the overall the balance between WI and WP. What influences the Price of the diamonds themselves is WP and whether enough FMs exist to tilt the balance in its favor. The State Commissariats must socialize with the Vocations involved, reach an agreement on the Prices within the framework of a **Council Democracy**, and help the State enforce the Price until changing circumstances warrant the need to alter the Price again.

That leaves the justification for why water is less expensive than diamonds. The related Vocations and State Commissariats have a **Constitutional Intent** informing them that water should be available for all based on a corresponding “**Constitutional Obligation in the Service of All for All**.” The Constitutional Intent is not necessarily going to be an “**Explicit Intent**” under the Constitution, where one could find everything written verbatim. It is more likely, however, that the Constitutional Intent itself is an “**Implicit Intent**” because the Reference and Relevance of that Constitutional Obligation is not going to be exclusive to the “**Legal Duties**” of specific Vocations tasked with the collection, purification, and distribution of water as well as the “**Legal Right**” to ensure that water will have a lower Price lower than diamonds.

What then shall be the appropriate designation for the Work-Standard’s distinct Theory of Value? The term “**Reciprocal Theory of Value** (RTV)” is suitable enough to describe the decision-making processes at play here. It all refers back to the LER Process, including the Life-Energy created from the commitment of physical, mental and spiritual energy to all Vocations by everyone was what facilitated the creation of Arbeit. The common theme shared by all but one of the aforementioned Theories of Value is the flawed conclusion that the economic life of whole countries occurs independently from their concurring political life, as if isolated from the everyday social relations of the Totality and the State. The obvious exception is Marxist Theory’s LTV, which did not fully distinguish itself from the original conception of LTV devised by Adam Smith, hence the Cost-of-Production Theory of Value from Volume I of *Das Kapital*.

The implications of RTV alone indicate the idea that the Arbeit backing the Value of Sociable Currency under the Work-Standard is a “**Quality of Arbeit** (QW)” as opposed to a ‘Quantity of Arbeit’, which would have been the logical conclusion from the other Theories of Value. Moreover, RTV even suggests the presence of a corresponding “**Theory of Money**.”

h. Theories of Money (Pt. 1 of 2)

Competing Theories of Money have proliferated in the Western world when the concept of Currency became increasingly important since the Renaissance. If the Theories of Value concerned how something supports the Value of any given Currency, then the Theories of Money have undergone a similar debacle regarding the Prices for that Currency. On what basis does one measure the Price according to what gives the Currency its Value as Legal Tender?

The most common example, especially after the Death of Bretton Woods, has been the idea of judging the Price of a Currency against the Price of another Currency or a “Basket of different Currencies.” This is the Purchasing Power Parity (PPP) method, derived from the notion that most of the Currencies in the world are Fiat Currencies relying on Floating Exchange Rates.

Bimetallism once determined the Value of a given amount of Gold or Silver based on their Weight and Fineness. The heavier and finer a unit of Gold or Silver were, the more valuable they can be. It was from there that when somebody decided to exchange Gold or Silver for Kapital, the Weight and Fineness influenced how much Kapital could be gained from the transaction.

Chartalism, not to mention the Post-Bretton Woods Debt-Standard itself, there have been three common methods and each of them have influenced the methodologies of both Monetarism and Modern Monetary Theory (MMT) as byproducts of Post-Bretton Woods conditions. Those three methods are the “Quantity Velocity,” “Cash Balances,” and “Income-Expenditures.”

- The Quantitative Velocity method was advocated by Milton Friedman as part of promoting Monetarism. It argues that changes in the Value of a Currency is influenced by the changes in its Price. Any changes are affected by the sheer quantitative magnitude of Kapital in existence. To increase the Price meant “depreciation by expansions of the Money Supply”; to decrease the Price meant “appreciation by contractions of the Money Supply.”
- The Cash Balances method is similar to the Quantitative Velocity method, except it differs by focusing more on the national income. It claims that the Price of a Currency is affected by the Incentives of Supply and Demand. The Incentives here are related to the quantitative magnitude of the goods and services on demand and also the timing in which those transactions occurred. These Incentives also impact whether there is a supply of idle Kapital in existence or the inexistence of Kapital itself in the country that is contributing to the national income of the economy.
- And the Income-Expenditures method was advocated by John Maynard Keynes as the Keynesian explanation on how the Price of Currency is determined. Although it believes that the Value is affected by the quantitative magnitude of the Money Supply, it also argues that the Value itself cannot be readily defined by a correlating relationship with its Price as the Quantitative Velocity method implies. Any changes in the Price level are influenced by concurring changes in Income and Expenditures from the Supply and Demand for goods and services.

Given Monetarism’s relationship with the Quantitative Velocity of Money, it becomes almost natural to ponder over where MMT stands regarding those Theories of Money. This is important since the Work-Standard does not advocate for any of these Theories of Money, preferring instead to rely on its own understandings more applicable to the conditions of Socialism as opposed to Liberal Capitalism. The Author consulted a [three-part series](#) of arguments against

MMT that were posited by Nick Johnson, a British developmental economist who runs a website called “The Political Economy of Development.” The statements below are a summarization of Johnson’s arguments in order to buttress the Work-Standard’s own arguments against MMT:

“According to Professor Michael Hudson in his ‘J is for Junk Economics’, ‘money’s main function is to denominate debts’ and its ‘defining characteristic’ is the willingness by governments to accept it as payment for taxes or fees. Money can be created by the government by running budget deficits which are spent into the economy, or it can be created by private banks which have been ‘granted...the money-creating privilege.’ Furthermore, Hudson argues that ‘money is a legal creation, not a commodity like gold or silver’ which is given ‘value by accepting it in payment of taxes and fees’.

This idea is in contrast to Marx who argued that commodity money emerged prior to credit money via its use in the process of exchange and that the state monopoly over money creation came much later historically.

Anwar Shaikh, in his book ‘Capitalism’, sides with Marx and against the version of monetary history propounded by MMT, which he refers to as ‘Neo-Chartalism’. Chartalism is another name for the State Theory of Money of Innes and Knapp. According to Shaikh, today’s Chartalists dubiously project their version of the state’s relationship to money back for thousands of years in order to reinforce their claims about MMT:

“[T]hey conflate payment obligations with debt, so that blood-price, bride-price and even taxes become debt. Then debt is central from the start, and when the state takes over coinage, state money is treated as a form of debt.”

It is noteworthy that Johnson mentioned the “State Theory of Money” of Georg Friedrich Knapp from the Prussian Historicist School of Economics as being related to the “Credit Theory of Money” of Alfred Mitchell-Innes. Currencies issued by the State are unfortunately issued by government fiat, meaning the only thing backing its Value is *Schuld* (Debt/Guilt) and the State’s ability to maintain the Value of its Currency. There is a reason why a Fiat Currency is consistently described as being “backed by Full Faith and Credit.” The US Dollar itself is the only Currency that makes this fact obvious to the beholder of its banknotes: “*This note is legal tender for all debts, public and private!*”

What most analyses of MMT do not consider is how well MMT is worthy of preparing the nation-state for life-or-death Total War (like in World Wars I and II) or the overall conditions of “Total Mobilization” (toward a Four-Year or Five-Year Plan, combating Climate Change and Pandemics, achieving rapid technological breakthroughs, and strategic maneuvers that would crush lesser Currencies with Hyperinflation). The implications of the State and Credit Theories of Money on the financing of wars are reflective of how the European colonial empires gradually abandoned Bimetallism, then the Gold Standard before briefly adopting the Debt-Standard in the two World Wars. *Schuld*, like Gold and Silver, proved more of a hindrance than a benefit to waging Total War, let alone sustaining Total Mobilization for the realization of commonly-shared goals:

“For MMT, when the economy is at less than full employment, and there is therefore economic ‘slack’ or spare capacity, the government should use fiscal policy to increase demand, as long as this does not create undesirable levels of inflation. MMTers tend to argue that fiscal policy should play more of a role in stabilising the economy and achieving

full employment than it currently does (although the recent response to the pandemic in the presence of very low interest rates has called forth dramatic fiscal action).

Mainstream economics has in recent decades argued that monetary policy administered by independent central banks should be the main policy tool for stabilising the economy, with fiscal policy playing more of a role when the economy is at the zero lower bound (ZLB) in terms of interest rates, and demand remains insufficient or there is still significant unemployment.

MMTers say that fiscal policy should be used more of the time as a tool for stabilising the economy, and achieving and sustaining full employment. A lesson from recent decades in the case of the US is that relying on monetary policy and worrying (some of the time at least) about the government deficit has led to unsustainable rises in private debt. When the private sector begins to attempt to reduce its debt levels, or deleverage, rather than spend on consumption or investment, this reduces aggregate demand and acts as a drag on the economy, slowing growth and raising unemployment.

[...]

MMTers argue that fiscal policy should be used to stabilise the economy at all times and that it is more effective than monetary policy alone. Since the private sector as a whole tends to run a surplus of income over expenditure (and savings over investment) for much of the time, the public sector needs to run a deficit so that net private savings are spent rather than merely leaking from the economy and reducing output and employment. Historically under capitalism, government surpluses have been rare, and have often been associated with private sector deficits and debt accumulation followed by financial crises. So too much of a focus in government policy on austerity and 'paying down debt' can be extremely damaging.

This MMT fiscalism is reminiscent of the Keynesian consensus which dominated post-war policymaking in many advanced countries until it was abandoned following the stagflation of the 1970s. It also draws on aspects of post-Keynesian thinking. Post-Keynesians are the more radical leftist followers and developers of the ideas of Keynes himself, and MMT is in some ways a relatively recent offshoot of post-Keynesianism.

The emphasis in MMT is on sufficient government spending to achieve and sustain full employment, and generally keeping interest rates low. In the absence of low policy-induced short term and long term interest rates, it is quite possible that larger budget deficits can crowd out private spending, such as borrowing for investment. This is only really a concern if the economic value created by increased public borrowing and spending is less than the value that would have been created by the private borrowing and spending that it replaces. Some right wing economists might argue that this is always the case, and that government spending is always less productive than private spending. But this is ideological nonsense. A huge backlog of spending which improves decaying infrastructure funded either by 'crowding out' private spending due to rising interest rates, or by raising taxes which reduces private spending directly, certainly has the potential to raise productivity and economic performance over a number of years. It could very well 'crowd in' productive private sector activity by reducing the costs of doing business and raising investment opportunities."

The implications of MMT being tied to wars is related to how it does not rely on the usual methods of “borrowing, taxing, and issuing government bonds.” Rather, it relies on the literal creation of Kapital on an industrial scale. Here, the possibility of Kapital becoming abstract and divorced from economic reality is described by Johnson in Parts 2 and 3:

“In MMT, the government need not fund increased spending through taxing or borrowing and issuing bonds. It can in theory fund it through direct money creation. After all, MMTers argue, private banks create money in the form of credit. Some of this funds productive investment, but in recent decades plenty has funded financial asset inflation, which has destabilised the economy and increased the inequality of income and wealth. Why should not governments create money to spend on public goods such as improved infrastructure, health, education and training?”

Again, for MMT, the constraint on such schemes is the potential for rising demand-side inflation. Once more, it is important to debate the theory and history of inflation to assess the limits on public money creation. Since the 2008 financial crisis and recession, the practice of quantitative easing by central banks has kept interest rates low, reducing public and private debt burdens. But it has largely boosted the prices of financial assets rather than the real economy, benefiting Wall Street rather more than Main Street. Richard Koo, in his books on BSRs, has shown that broad measures of money creation in the US and elsewhere since QE was initiated have grown slowly, since households and firms have been paying down debt rather than borrowing to spend. History seems to show that in this kind of situation, government fiscal expansion is much more effective in generating and sustaining spending when the private sector is not doing its usual job. This does not necessarily support MMT theories as a whole, as Koo’s theory of BSRs is specific to a particular economic context.

[...]

MMTers argue that the state can achieve and sustain full employment through judicious policy interventions. But history seems to show that while this may be possible even for lengthy periods, it is difficult to make it permanent. Michal Kalecki, who independently developed his own theory of aggregate demand at the same time as Keynes, argued that one should distinguish between achieving and sustaining full employment. Achieving it through active fiscal policy to expand demand may well be possible, but it would tend to shift the balance of power in the labour market away from employers and towards workers by removing the effectiveness of the sack in disciplining the workforce. Captains of industry and other elites would generally dislike this state of affairs and turn against full employment as a goal of policy, even if it created an economic boom with high business profits. Kalecki made this argument in the 1940s, and it proved extraordinarily prescient in pointing to the abandonment of Keynesianism in the 1970s and 80s.

What MMT seems to neglect is the non-linear dynamics and the political economy of full employment. It attributes a certain passivity to workers and ignores conflict between social groups and classes. Sustained full employment, while it might potentially go a long way to reducing poverty and economic misery under capitalism, may so change society and social relations that powerful interest groups will turn against it. Kalecki argued that if full employment was to be sustained under capitalism, then society would need to evolve towards more consensual arrangements which take account of workers’ increased

bargaining power. The economies of northern Europe are perhaps the best example of this kind of social corporatism, in which powerful trade unions negotiate over wages and working conditions with employers and the government. However even these economies have experienced periods of substantial increases in unemployment.

[...]

MMT argues that inflation is the main constraint on government policies which expand demand in order to achieve full employment and other progressive social and economic goals. It adopts a mix of demand-pull and cost-push explanations of inflation. Firstly, excess demand when the economy is already at full employment will push up prices and wages. Secondly, workers can bid up wages in response to cost increases elsewhere in the economy which are tending to reduce their standard of living, which can lead firms to increase output prices. If workers respond by pushing for higher wages once again, a wage-price spiral can ensue. Since the late 1970s it has become a goal of conservative policy in many countries to reduce this effect via weakening the power of organised labour, rather than via a more consensual approach."

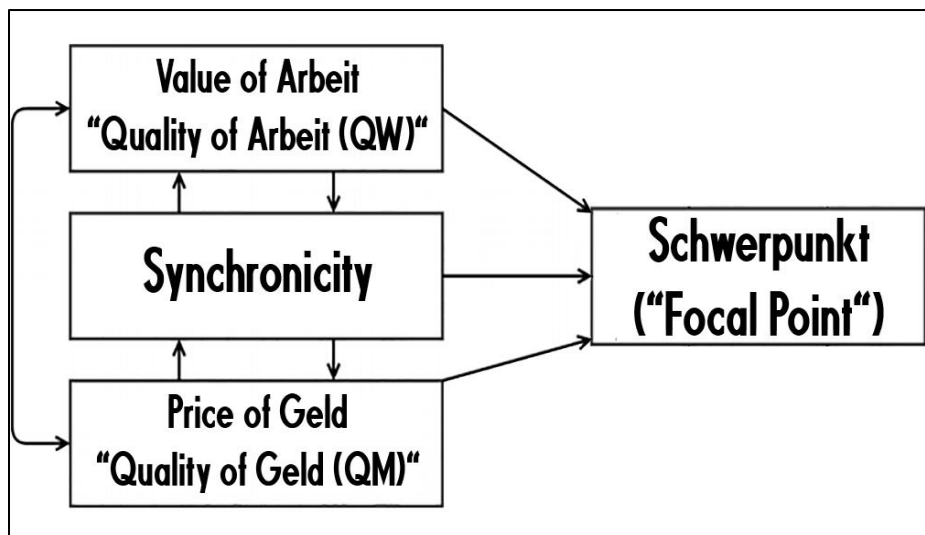
Based on all of the descriptions given by Johnson, it is tenable to argue that the Theory of Money advocated by MMT is related to the Income-Expenditure methodology of Keynesian economics. Like Monetarism, MMT is fixated on *the magnitude of Kapital in existence*, rather than the functions of true *Geld* in its force and mass as in the Work-Standard. MMT has demonstrated how abstract the concept of Kapital has become under Liberal Capitalism, where it is now possible to create Currency divorced from the everyday realities of the Totality and their own State. It is discernible from the overemphasis that MMT places on fiscal policy to the exclusion of monetary policy, as if to assume that the Central Bank itself is nothing more than an isolated entity at the mercy of commercial banks and financial markets. It is also evident in how it treats the economic and financial as being separate from the political, where the State is treated no differently than another Individual who is nothing more than the sum of its own parts as a Cartesian Self instead of a "***Jungian Self***" that exists as part of a Totality.

The Work-Standard rejects all of these methods as they are insufficient for the purposes of the Reciprocal Theory of Value (RTV), requiring its own Theory of Money to promote the Jungian Synchronicity between the economic and financial realms by the Totality and the State. Moreover, the proposed Theory of Money needs to be far more than just ensuring pointless "job guarantees" for the sake of "full employment." It has to be operating in sync with RTV to create the conditions tantamount to establishing a "***Vocational Civil Service*** (VCS)" as part of the ***Constitutional Obligation in the Service of All for All***. The result is the creation of an entirely new conception of the Planned/Command Economy designed to implement the Socialist Nation's Sociable Currency.

i. Theories of Money (Pt. 2 of 2)

What shall be the Work-Standard's Theory of Money to complement RTV? The whole premise of RTV rests squarely on the LER Process, particularly the notion of committing Life-Energy into Vocations to create Actual Arbeit and contribute them to the Life-Energy Reserve of the Central Bank, where it is then converted into Actual Geld. As stated in the previous Entry, the Work-Standard's Theory of Money shall not be based on any known Theory of Money. The other Theories of Money were derived from aspects of Bimetallism and Chartalism. Neither Bimetallism nor Chartalism are suitable for the Work-Standard. Ascertaining a Theory of Money for the Work-Standard is dependent on understanding the properties of Arbeit and how that in turn gave Geld its intended purpose as a Sociable Currency.

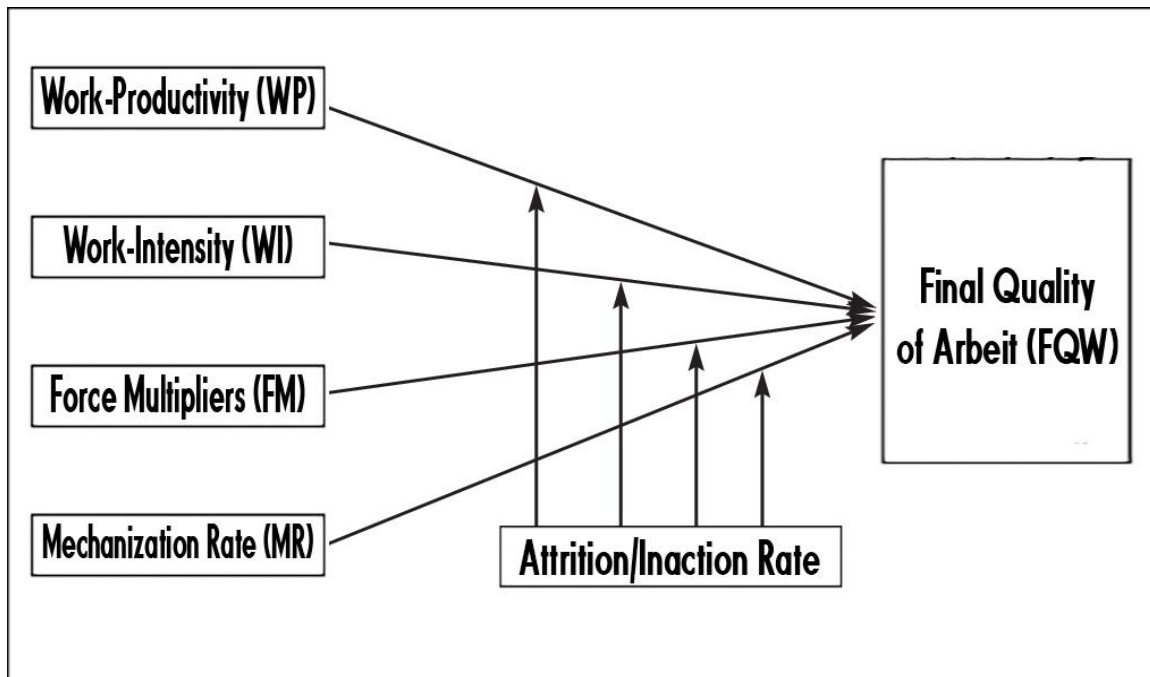
The concept of Geld under the Work-Standard is not affected by the sheer magnitude of its own mere existence. Thus, the Quantity Theory of Money and all other Theories of Money influenced by the quantity of Kapital in existence are not applicable to the Work-Standard. This is not the question of whether there is a lot of Geld or very little Geld in existence because such notions are not its defining characteristic. There may be moments where there could be lots of Geld and very little Geld available, but never because of Geld per se. Geld derives its Price from the effects of its intended functions according to the force and mass of Arbeit. The more Arbeit amassed and the greater its overall impact on the economy, the more Geld will be made available to allow for changes in overall economic conditions. These descriptions fit the definition of a "Quality of Geld (QM)" to correspond with RTV's Quality of Arbeit (QW). Given what was already written about Arbeit and Geld in the preceding Entries of Sections One and Two, the relationship between QW and QM in the LER Process deserves to be defined as "the greatest Quality of Arbeit for the least Quality of Geld."



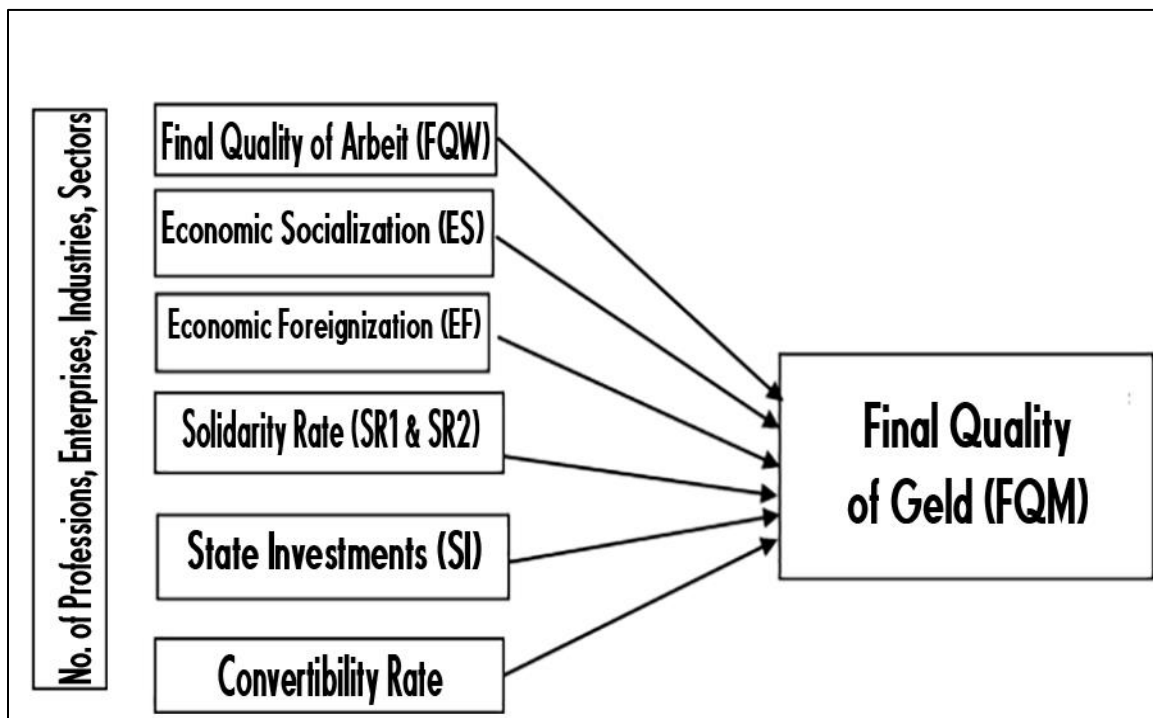
Author's Diagram for LER Sociable Currency

The Synchronization of Arbeit and Geld sets the precedent for QW determining the Value of Actual Arbeit and QM affecting the Price of Actual Geld. The overall performance and well-being of everyone in their Vocations, Professions, Enterprises, Industries and Economic Sectors affect the *Quality of Arbeit* in relation to the *Quality of Geld*. The inflows of Actual Arbeit inside the Life-Energy Reserve are decisive in the discernible "Schwerpunkt (Focal Point)" of a "Work-

World” overseeing conversions to Actual Geld. The QW of one Vocation is added to the Socialist Nation’s “Final Quality of Arbeit (FQW),” allowing its FQW to be combined with “Economic Socialization (ES)” and “Solidarity Rate (SR)” to yield a “Final Quality of Geld (FQM).”



Author's Diagram for Quality of Arbeit



Author's Diagram for Quality of Geld

Through FQW and FQM, the Socialist Nation's acquires its "*Total Economic Potential* (TEP)" and "*Total Financial Potential* (TFP)" respectively. The Attrition/Inaction Rate transmutes the Socialist Nation's TEP into "*Real Total Economic Potential* (RTEP)" and TFP into "*Real Total Financial Potential* (RTFP)." Both RTEP and RTFP eventually form the Socialist Nation's "*Total Productive Potential* (TPP)" as the controlling factor in the Central Bank's ability to expand or contract the overall "*Requisitionary Productive Forces* (RPF)."

All of these new variables are integral to arguing why the Work-Standard's Theory of Money happens to be related to the second half of the LER Process. This "*Work Theory of Money* (WTM)" stipulates that the Price of Geld is influenced by the Value of Arbeit insofar as the very notion of a Socialist Finance will always be subordinate to the Sustainability, Quality and Frequency of the entire production process. Any changes in the Prices of goods and services are caused by changes to their Quality and Frequency in relation to Sustainability, which in turn can be traced back to the RTV's relationship to Work-Productivity (WP), Work-Intensity (WI), Force Multipliers (FMs) and Mechanization Rate (MR).

A concept such as WTM is self-evident throughout various aspects of RTV and how it oversees the contributions of Arbeit and its conversions into Geld. It becomes even more apparent when one stops to consider the idea of converting Geld back to Arbeit as part of the LER Process. Such a topic deserves to be investigated in greater detail within wartime and financial contexts, besides their usual interactions within the fiscal and monetary policies of the State. The implications suggest that the LER Process is capable of facilitating a convertibility rate which cannot be set unilaterally by any Profession, Enterprise, Industry, or Economic Sector. Instead, the Council State, specifically the State Commissariats of Wages and Prices, sets the convertibility rates for Arbeit-into-Geld and Geld-into-Arbeit, with RTV and WTM serving as the conceptual frameworks for the LER Process and by extension the rest of the Work-Standard itself. The possibility is there for the Financial Regime to devalue and revalue the Sociable Currency as needed at the behest of the Totality.

j. Monetary Expansion/Contraction

Following the Reciprocal Theory of Value (RTV) and the Work Theory of Money (WTM) to their logical conclusions, several important observations can now be drawn regarding the specifications of the Life-Energization Reciprocity (LER) Process. The implications of everything related from the past four Entries in the SMP Compendium indicate the need for mathematical equations and formulas to demonstrate the strategic, operational and tactical capabilities of the LER Process. To begin, note the peculiar, flowery language being described in the previous Entry:

“The Synchronization of Arbeit and Geld sets the precedent for QW determining the Value of Actual Arbeit and QM affecting the Price of Actual Geld. The overall performance and well-being of everyone in their Vocations, Professions, Enterprises, Industries and Economic Sectors affect the *Quality of Arbeit* in relation to the *Quality of Geld*. The inflows of Actual Arbeit inside the Life-Energy Reserve are decisive in the discernible ‘*Schwerpunkt*’ (Focal Point)’ of a ‘*Work-World*’ overseeing conversions to Actual Geld. The QW of one Vocation is added to the Socialist Nation’s ‘*Final Quality of Arbeit*’ (FQW),” allowing its FQW to be combined with ‘*Economic Socialization*’ (ES)’ and ‘*Solidarity Rate*’ (SR)’ to yield a ‘*Final Quality of Geld*’ (FQM).’

Through FQW and FQM, the Socialist Nation’s acquires its ‘*Total Economic Potential*’ (TEP)’ and ‘*Total Financial Potential*’ (TFP)’ respectively. The Attrition/Inaction Rate transmutes the Socialist Nation’s TEP into ‘*Real Total Economic Potential*’ (RTEP)’ and TFP into ‘*Real Total Financial Potential*’ (RTFP).’ Both RTEP and RTFP eventually form the Socialist Nation’s ‘*Total Productive Potential*’ (TPP)’ as the controlling factor in the Central Bank’s ability to expand or contract the overall ‘*Requisitionary Productive Forces*’ (RPF).”

Even though all of these terms will be elaborated in greater detail over the course of the SMP Compendium, the most relevant ones for the purposes of this Entry are the *Schwerpunkt*, *Work-World*, and *Requisitionary Productive Forces* (RPF). These three terms were introduced as part of *The Work-Standard* (2nd Ed.) to refer to specific factors and topics which were already present in the original First Edition, but never given precise technical designations or enough comprehensive information on their strategic importance for the Financial Regime’s Central Bank and the State Commissariats of Wages and Prices.

The Total Productive Potential (TPP), as established earlier, refers to the sum total of RTEP (Real Total Economic Potential) and RTFP (Real Total Financial Potential) from all of the known economic and financial activities in the Socialist Nation. The final TPP value determines the overall Monetary Base of the Life-Energy Reserve, informing the Financial Regime on how many currency units could be put into circulation by the Central Bank as Legal Tender. This particular variable, the *Requisitionary Productive Forces* (RPF), is the formal technical designation for the Central Bank’s control over the extent of Monetary Expansion/Contraction.

Under normal conditions, when the Central Bank pursues Monetary Expansion, the RPF value rises against the TPP value. Conversely, when the Central Bank carries out Monetary Contraction, the RPF value falls relative to the TPP value. If the RPF value surpasses the TPP value, any excess units will be counted toward the Socialist Nation’s Sovereign Schuld. As long as the RPF value stays at or below the TPP value, any further expansions of the Monetary Base will not lead to the creation of Sovereign Schuld. What may seem like a hindrance to the Totality

and State can be confronted in a multitude of ways for the Totality and State. Below are three lesser-known methods where the Central Bank will be able to expand or contract the RPF value. Each of the following demonstrates the Work-Standard's flexibility in providing an impressive arsenal of creative strategies to raise the RPF value without accumulating any Sovereign Schuld.

The Schwerpunkt and the Work-World

The Life-Energy Reserve offers a number of special accommodations and features that enhance the LER Process by operating on parameters different from comparable rivals like the Gold Standard's "Gold Reserve" or the "Blockchains" of most Cryptocurrencies. Aside from its primary role of facilitating the conversions of Arbeit-into-Geld and Geld-into-Arbeit, the Life-Energy Reserve is capable of enabling the establishment of a "Work-World." In the legal jurisprudence of the Socialist Nation, the Work-World governs the Dominion of all known economic and financial activities compatible with the LER Process, distinguished by their capabilities of contributing Arbeit and generating Geld for the Life-Energy Reserve. The Work-World also covers a broad range of other non-economic and non-financial activities that can be reconfigured for the LER Process, allowing the affected organizations, facilities and personnel to contribute Arbeit and generate Geld. One obvious example involves the State retrofitting specific "Public Goods" like education and healthcare, allowing every school and hospital to afford its own upkeep and maintenance costs, and providing the Totality with newfound sources of economic growth. Something similar is also applicable to transportation, electrical power, infrastructure, water and waste treatment, and other basic necessities by dint of the basic fact that the State will always need somebody to contribute Arbeit as part of those Professions.

Another set of implications related to the Work-World involve helping the Socialist Nation find and eliminate Kapital from all facets of everyday life. Liberal Capitalist concepts such as Privatization, Marketization, Deindustrialization, Social Safety Net, Universal Basic Income (UBI), Pensions and Insurance, Rents and Mortgages will all be rendered obsolete. It is also feasible to envisage other concepts like the Progressive Taxation, Securities, Private Property and Common Property being abolished outright in favor of their proper Socialistic alternatives, all of which will become the topics of interest among the relevant Entries in the SMP Compendium.

There are plenty of lucrative opportunities in the Work-World for the Totality and State to further augment the capabilities of the Work-Standard by developing newer forms of Arbeit and Geld, allowing other aspects of everyday life to become applicable to the Work-World's sphere of influence at the behest of the Life-Energy Reserve. That will allow the Socialist Nation to eliminate the Work-Standard's ideological rivals like the Post-Bretton Woods Debt-Standard, Gold Standard, Cryptocurrencies, Modern Monetary Theory (MMT), Quantitative Easing, Monetarism, Freigeld, Time-based Currencies, NFTs (Non-Fungible Tokens) and all the rest by rendering them obsolete. Even the Financial Market and the Fractional-Reserve Banking System will have no chances of surviving anywhere in the Socialist Nation. Truly, a whole different way of life is well within reach of being brought into existence by the Totality and their State.

Guiding the Work-World and the Productive Forces of the Totality and the State is the *Schwerpunkt* at the heart of the LER Process. The Schwerpunkt gives the entire Socialist Nation, as part of the Vocational Civil Service (VCS), the conceptual and theoretical framework to determine the Values and Prices of raw materials, goods and services based on their strategic importance to the Totality. The growing multiplicity of choices, decisions, tasks and assignments so characteristic of this 21st century—this "*New 20th Century*," will no longer be the daunting chore

anymore that it was under Liberal Capitalism. Additionally, the Schwerpunkt enables the Socialist Nation to eliminate the concept of Commodity altogether with the introduction of its Socialistic alternative, the “*Equipmentality*.” Operating on the same metaphysics as the LER Process, the Equipmentality offers provides the Socialist Nation with newfound Intents to “*Repurpose*” anything to fulfill secondary or tertiary purposes based on their “*Reference*” and “*Relevance*.”

Inflow/Outflow Convertibility Rates

Should it ever become necessary, the Life-Energy Reserve is flexible enough to allow the Central Bank, the State Commissariats and State Banks, Central Planners as well as subordinate Inspectors, Accountants and Economic Planners to oversee alterations to *Inflow/Outflow Convertibility Rates* for Arbeit-into-Geld or Geld-into-Arbeit. This enables the Financial Regime to change the Value of Arbeit and Price of Geld in response to emerging national priorities, to prioritize certain goods and services, to help the Socialist Nation adjust to wartime conditions, natural disasters, pandemics and other contingencies with economic and financial implications. These changes can be applied to individual Professions, Enterprises, Industries and Economic Sectors or they be made applicable to the entire Socialist Nation.

In essence, it is possible to imagine the Value of Arbeit among certain Professions, Enterprises, Industries and Economic Sectors to be falling and their Price of Geld rising due to the excessive production of certain goods and services. At the same time, others could see their Value of Arbeit rising and their Price of Geld falling as a result of what is happening elsewhere in the Socialist Nation. These alterations will then proceed to affect the Final Quality of Arbeit (FQW) and Final Quality of Geld (FQM). The Economic Planners, Accountants and Inspectors relay those changes to the State Commissariats, the Central Planners and the Central Bank by depositing financial ledgers at specified State Banks tasked and transferring them to the Life-Energy Reserve.

A suitable example of where this will become beneficial for the Socialist Nation involves the problem of “Overtourism” as the decisive factor behind making the Coronavirus Pandemic an inevitable crisis prior to 2020. If one does not remember how the Pandemic became a worldwide phenomenon, let it be known that the Tourism, Hospitality and Airline Industries of the Western world had cheapened the experience of traveling abroad. The years preceding the Coronavirus Pandemic was marked by alienated local populations, environmental damage, and disturbances to the local scenery and social order among the affected town and cities. With this important historical precedent in mind, a functioning Council Democracy will allow the Totality to raise the problem of Overtourism as not just being a socioeconomic or environmental issue alone; it is also a political and cultural issue of significance for future generations as an educational matter.

This is not to suggest that the Socialist Nation ought to be compelled to close its borders, refuse the opportunity of negotiating Real Trade Agreements (RTAs) or avoid cultivating cultural understanding with other countries. The Totality is supposed be given a public forum by their central government, where they will be able to voice their concerns about the massive influx of tourists to their own communities for instance. It is even important for the Totality to help the Council State decide on the extent to which their Socialist Nation should be dependent on certain Industries as sources of Arbeit and Geld within the Work-World. Should the Totality fail to take the initiative, the Council State will then remain as the final authority to decide on matters such as Overtourism. Had other countries listened to their own peoples, the Coronavirus Pandemic could have been avoided or have its severity reduced at the very least.

Currency Devaluation/Revaluation

There may be moments where the Price of Geld is ‘underpriced’ or ‘overpriced’. Put another way, the Price may not reflect the true Value of Arbeit. A similar problem may occur when the Quality of Arbeit becomes distorted by allowing it to be ‘undervalued’ or ‘overvalued’ on the Price of Geld. While this is capable of happening from sudden fluctuations in the Attrition/Inaction Rate, the distortions may even occur from rapid, massive and sustained changes to how much Arbeit is being contributed to the Life-Energy Reserve. Wars, natural disasters, pandemics, political instability, and other similar crises are capable of causing them.

Since the Work-Standard has its pegged Sociable Currency on a Fixed Exchange Rate, one possible cause during peacetime is a trade imbalance, an important topic among SMP Compendium entries concerning international trade. “Devaluation,” unlike Currency Depreciation, does not stem from a rising Attrition Rate. It instead involves the Central Bank deliberately declaring that the Price of Geld will be increased against another Currency or a Basket of Currencies. The Intent here is to secure cheaper Exports and expensive Imports within the Exchange Rates. This causes the financial firepower of Foreign Currencies to strength, requiring greater amounts of Geld to purchase them. Since the Work-Standard entails a Financial Regime to be operating on a Fixed Exchange Rate, this can all be done officially.

The same is true for the polar opposite of Devaluation, “Revaluation.” Unlike Appreciation, Revaluation also does not occur from an increase in the Inaction Rate. The Fixed Exchange Rate enables the Financial Regime to lower the Price of Geld against another Currency or a Basket of Currencies. The financial firepower of Foreign Currencies weakens against the Sociable Currency and less Geld will be needed to purchase the same amount of Foreign Currency. The Intent of this decision entails expensive Exports and cheaper Imports.

Striking a proper balance between Devaluation and Revaluation is crucial in international trade. They are integral to ascertaining the “Balance of Trades and Payments” that govern the Real Trade Agreements (RTAs) of the Socialist Nation under the Work-Standard. As soon it becomes necessary to Devalue or Revalue the Sociable Currency, refrain from letting the Central Bank make massive alterations to the Price of Geld against any or all of the known Currencies in circulation. Any Devaluation or Revaluation is bound to cause the Financial Regimes issuing those Foreign Currencies to retaliate by Devaluing or Revaluing their own Foreign Currencies against the Sociable Currency of the Socialist Nation. The result bears an uncanny resemblance to a financially-driven arms race called a “Currency War,” its implications beyond the immediate purview of this Entry and the rest of Section Two.

k. Is the Work-Standard Constitutional?

In Socialist countries like the Soviet Union, there is a constitutional basis regarding the implementation of the Work-Standard. For example, the 1936 Constitution of the Union of Soviet Socialist Republics (USSR) included an Article which can be interpreted as an Constitutional Intent for pegging the Soviet Ruble to the Work-Standard. This means it is perfectly constitutional for Josef Stalin and the Communist Party of the Soviet Union (CPSU) to peg the Soviet Ruble to the Work-Standard. [The Article in question is “Article 12” from “Chapter 1: The Organization of Society” from that Soviet Constitution:](#)

“ARTICLE 12. In the the Union of Soviet Socialist Republics work is a duty and a matter of honor for every able-bodied citizen, in accordance with the principle: “He who does not work, neither shall he eat.”

The principle applied in the the Union of Soviet Socialist Republics is that of Socialism: “From each according to his ability, to each according to his work.”

How would somebody in the Soviet Union from 5 December 1936 to 7 October 1977 interpret Article 12 if they were proposing the Soviet Ruble to be pegged to the Work-Standard?

“ARTICLE 12. In the Union of Soviet Socialist Republics [Arbeit] is a [Legal Duty] and a matter of honor for every able-bodied citizen, in accordance with [this Constitutional Obligation]: [“He who does not contribute any Arbeit to the Life-Energy Reserve shall not be entitled to receive any Geld whatsoever.”]

[This Constitutional Obligation] applied in the Union of Soviet Socialist Republics [adheres to the following Constitutional Intent]: “From each according to his ability, to each according to his [Arbeit].”

When the Soviet Union under Leonid Brezhnev decided to phase out the 1936 Soviet Constitution in favor of a newer Constitution in 1977, the Article 12 reappeared as [“Article 14” from “Chapter 2: The Economic System.”](#) It reads as follows:

“ARTICLE 14. The source of the growth of social wealth and of the well-being of the people, and of each individual, is the labor, free from exploitation, of Soviet people.

The state exercises control over the measure of labor and of consumption in accordance with the principle of Socialism: “From each according to his ability, to each according to his work”. It fixes the rate of taxation on taxable income.

Socially useful work and its results determine a person’s status in society. By combining material and moral incentives and encouraging innovation and a creative attitude to work, the state helps transform labor into the prime vital need of every Soviet citizen.”

How would anyone in the Soviet Union between 7 October 1977 and 26 December 1991 interpret Article 14 if they advocated for the Soviet Ruble to be pegged to the Work-Standard?

“ARTICLE 14. The [Value] of the [Soviet Ruble] and of the well-being of the people, and of each individual [in the Union of Soviet Socialist Republics], is the [Quality of Arbeit], free from exploitation, of [the] Soviet [Totality].

The [Soviet State] exercises [National Sovereignty] over the [Soviet Life-Energy Reserve and the Total Productive Potential] in accordance with [this Constitutional Intent]: “From each according to his ability, to each according to his [Arbeit].” It [is also permitted to also change] the rate of taxation on taxable income.

[Quality of Arbeit] and [Social Rank] determine a person’s status in [the Union of Soviet Socialist Republics]. By [providing Explicit and Implicit Intents under the Intents of Command and Obedience], the [Soviet State shall] transform [the Soviet Ruble] into the [basis of a Socialist Monetary Policy].”

If one had to choose between the 1936 Soviet Constitution’s Article 12 and the 1977 Soviet Constitution’s Article 14, they should pick the 1936 Constitution and its Article 12. That one is more straightforward and easier to follow because it only has a Constitutional Intent and a Constitutional Obligation. And I am saying this as an American relying on the very same Constitutional arguments posited by Alexander Hamilton from *The Federalist Papers*.

It can also be argued, from the standpoint of *Federalist Paper No. 84*, that the entire 1977 Soviet Constitution resembles more like the Bill of Rights than the US Constitution itself. The 1977 Constitution states only the most obvious of Legal Rights and Legal Duties, which is really redundant if one thinks critically enough about “Chapter 2, Article 14.”

Seven American Questions on the Constitutionality of the Work-Standard

- Are there any *Constitutional Intents* regarding the Work-Standard in the US Constitution?
- Are there any *Constitutional Obligations* regarding the Work-Standard in the US Constitution?
- Why is the Federal Government the overriding authority on pegging the US Dollar to the Work-Standard instead of the State Governments?
- Which of the two Branches in the Federal government is the overriding authority if the US Dollar gets pegged to the Work-Standard, the US Congress or the President of the United States?
- Has the US Supreme Court issued any Rulings that can be favorable to the Work-Standard?
- Does US History provide any Constitutional precedents relevant to the Work-Standard?
- And why should any American political party, adhering to Hamiltonian Federalist Socialism, obey the Implicit Intent given by Alexander Hamilton himself in *Federalist Paper No. 85*?

Unknown to most American Nationalists and American Socialists, any implementation of the Work-Standard is perfectly legal within the framework of the US Constitution and Federal Law by extension. However, understand that none of the States in the Union have the power to issue their own Currency or maintain their own Life-Energy Reserves; that power has always belonged to the Federal government since the Ratification of the US Constitution. In fact, it is also part of the same Implicit Intent as to [why the national capital of the United States is Washington DC and not Philadelphia](#) and [why the Federal government has full command and control over the US National Debt](#). [The US Constitution has provided the necessary Constitutional Intents and Obligations under Article I Section 8, all of which is related to the powers of the US Congress.](#) [The most relevant passage of all is the “Necessary and Proper Clause”:](#)

“[Congress has the power] [t]o make all Laws which shall be necessary and proper for carrying into Execution the foregoing Powers, and all other Powers vested by this

Constitution in the Government of the United States, or in any Department or Officer thereof.”

[This is the same Necessary and Proper Clause which Hamilton was relying on to establish the “First National Bank of the United States.” It is also the same Necessary and Proper Clause that the Federalists on the US Supreme Court were relying on to make their unanimous decision while ruling in favor of *McCulloch v. Maryland* case from 1819.](#)

“In an opinion by Chief Justice John Marshall, the Supreme Court held that first, Congress had the authority to create the Bank of the United States. Second, the Bank of the United States had the right to establish branches within the States, and the States did not have the power to tax or otherwise interfere with any constitutional means by which the Federal government exercised its authority. Although the Constitution did not specifically enumerate the authority of Congress to establish a Federal bank, Congress nonetheless had the implied power to do so. Because the government had the powers of the sword and the purse, it must have ample means to execute those powers. The Necessary and Proper Clause of the Constitution (Article I, § 8) enabled Congress to pass all laws to effectively pursue its specified ends: “Let the end be legitimate, let it be within the scope of the Constitution, and all means which are appropriate, which are plainly adapted to that end, which are not prohibited, but consist with the letter and spirit of the Constitution....” Thus, Congress had wide discretion to make policy decisions so long as those decisions were plainly adapted to a constitutionally authorized end, and the Court would defer to Congress in these cases.”

Under Justice John Marshall, the Supreme Court was the last Branch of the Federal government that the Jeffersonians took over. The Jeffersonians took over the Presidency when Thomas Jefferson became the President of United States. And prior to that, Jefferson himself was the Vice President under John Adams, which cannot be possible without the Democratic-Republican Party exerting greater control over the US Congress than the Federalist Party.

Therefore, under the US Constitution, the power to decide whether the US Dollar gets pegged to the Work-Standard or not will always belong to the US Congress. The President of the United States can veto it, but a two-thirds majority from both the House of Representatives and the Senate will override that veto. And if the Supreme Court decides to claim that pegging the US Dollar to the Work-Standard is unconstitutional, the Congress is still the overriding authority because it can always add a new Amendment to the US Constitution on behalf of the American Totality, the Federalist American Union that is truly definitive of these United States.

An argument can be made that the constitutional precedent on the constitutionality of the Work-Standard was already set by Hamilton and the Federalists early on in the American Union’s existence. [In fact, we cannot read *Federalist Paper No. 85* without realizing that Hamilton had to have anticipated the possibility of something like the Work-Standard more than two centuries prior to this Blog post and anyone who happens to be reading it.](#) In essence, only with the support of the American Totality can Congress be compelled to peg the US Dollar to the Work-Standard. Even so, the Author remains confident that there are other constitutional precedents and Supreme Court rulings in American history. It can become an effort all on its own and may be beyond the focus of the SMP Compendium.

I. The Transitional Period

Introduction to Nietzscheanism-Leninism

“What is Socialism? If we are Socialists, what are we actually fighting for? This question, long a subject of debate on the [‘Political Left’], is receiving even more attention today because of the momentous changes taking place in China and the Soviet Union. Many activists are being challenged by developments in these and other countries to rethink their conceptions of Socialism. Part of the confusion comes from a tendency in the Left to view Socialism as an abstract theoretical issue. Some seek a universal set of principles that ‘define’ Socialism, a checklist which determines if a country is ‘really’ Socialist. Others say Socialism is simply public ownership of the means of production, and other criteria are irrelevant. Still others argue there are no Socialist countries in the world today.

The problem with such approaches is their stress on finding the ‘right definition’ somewhere in the writings of Marx, Engels or Lenin. However, Marx and Engels never provided a detailed picture, nor did Lenin before the October Revolution of 1917. And since the Russian Revolution, there has been a great variety of forms of Socialism in different countries, and even in different periods in the same country[.] In examining Lenin’s history and writings it is clear he had no set conceptions about what Socialism would look like. His views on Socialism changed and developed as he gained experience with the tactics and methods of constructing it. But the thread which runs through Lenin’s writings is his view that Socialism should be a society where the working people control their own fate, a society organized to benefit the vast majority. This view was the foundation for Lenin’s efforts in Socialist construction.”

-Richard Fleming, Lenin’s Conception of Socialism, ca. 1989

Everything up until this particular Entry has been about the theoretical basis explaining what the Work-Standard is. Over the course of the previous Entries, important entities and concepts have emerged, but none of them appear to be concrete or even interconnected. The lynchpins keeping everything together are the Constitutionality of the Work-Standard, the Reciprocal Theory of Value (RTV), the Work Theory of Money (WTM) and the Life-Energization Reciprocity (LER) Process. Those four metaphysical concepts serve as the blank canvas by which to describe the “Socialist Nation of the Revolutionary Realm” (aka the ‘Socialist Nation’), the Author’s metaphysical designation for the first country to peg its Currency to the Work-Standard. The Socialist Nation in the rest of the SMP Compendium is not meant to represent a specific country per se; whether it was already under Socialism prior to adopting the Work-Standard is not important. What is important, however, is whether the Socialist Nation’s adoption of the Work-Standard has the potential to affect these United States and the Empire of Liberty due to the fact that the US Dollar is still the World Reserve Currency after the Death of Bretton Woods.

The Intent behind having the *Socialist Nation* as a blank canvas is made possible by the characteristics of *Pure Socialism* being its own metaphysical concept as a placeholder. Contrary to the mainstream consensus in Political Science, there has never been a formal, definitive and even authoritative description of what truly constitutes as Socialism. Karl Marx and Friedrich Engels never provided a concrete image on what forms would any Socialism assume in the Real

World. Their version of Socialism, *Scientific Socialism*, was as much a critique of *Utopian Socialism* as it was also a critique of Liberal Capitalism. Unfortunately, as a product of the 19th century's overemphasis on the natural sciences like Biology and Chemistry, Scientific Socialism has consistently lacked its own Metaphysics to distinguish itself from those of Utopian Socialism (Protestant theology) and Liberal Capitalism (Enlightenment ideals). The consequences had set the precedent for problems like people stereotyping all Socialisms as being a religion promoting values like movement and sameness, an obsessive fixation on petty economic concerns and social ills, advocacy of Social-Democracy or an "*advanced form of Liberalism*."

Vladimir Lenin saw these philosophical problems confronting all Socialisms, and it became the overarching theme of his own political philosophy and activism. He referred to this discernible absence of Socialist Metaphysics as "Economism," what this Author specifically referred to as "***Marxism-Lutheranism***." A 'Religion of Hate' characterized by the resolute rejection of Socialism's Affirmation of Life as the Principle of Public Service, Marxism-Lutheranism consistently exhibits theological-like tendencies and idealistic perceptions of Reality that borderline on the Utopian. Its ethical premises are known to have had tendencies to gravitate toward certain economic forms of Antisemitism like the equivocation of all Jews with Kapital, much of which can be traced back to Martin Luther's *On The Jews and Their Lies*. This particular trend, once thought to have ended in the Western world during the previous century, is quietly reappearing behind the backdrop of contemporary politics.

Meanwhile, Lenin's Socialism deserves the fitting designation of "***Nietzscheanism-Leninism***" here as opposed to its more well-known derivative, 'Marxism-Leninism'. The latter obscures the little-known connections between Lenin's own political philosophy and the philosophy of Friedrich Nietzsche. It is only through Nietzscheanism-Leninism that a Socialist Metaphysics was finally envisaged in the 20th century, giving rise to a number of *Artistic Socialisms* created from Pure Socialism as their templates and the Socialist Nation as their goals. ***Neither Hamiltonian Federalist Socialism nor the Work-Standard would have been possible, had it not been for the Socialist Metaphysics of Nietzscheanism-Leninism.*** With these distinctions in mind, let us begin our investigation into the specific Metaphysics of the Socialist Nation and Pure Socialism, both of which become elaborated throughout the SMP Compendium.

The Socialist Nation: Areas of Interest

The geographical location of the Socialist Nation will affect how the Work-Standard is implemented and the conditions that its Pure Socialism must overcome. It could be a 'developed country' situated somewhere in the Western world or a 'developing country' located anywhere outside the Western world. Both preset categories come with their own distinct sets of obstacles and hurdles, all of which need to be overcome by the Totality and their Council State. The SMP Compendium focuses on five broad areas of interest for the Socialist Nation: educational institutions, national economy, financial system, central government, and digital infrastructure.

Developing countries tend to have their youths emigrate to developed countries in order to send Kapital back to their families because the best among them lack the opportunities to build their futures at home, while the rest are at risk of becoming too Americanized thanks to Cultural Imperialism. National economies are dependent on specific natural resources as the primary source of State Revenue, lack sufficient technologies and technical expertise for the production of certain goods and services as well as the necessary infrastructure to facilitate reliable transportation networks and important facilities like schools, hospitals, airports and electrical power plants. The

financial system is at a constant disadvantage against the US Dollar, the Euro, the Pound Sterling and the Japanese Yen and must depend on foreign investors and multinational corporations in order to maintain a decent standard of living. The central government is more likely to be struggling to tackle corruption and crime, provide the basic essentials, defend the country against potential enemies and so forth. Its digital infrastructure and telecommunications may not be as fast and reliable as the Western world.

Developed countries are in the opposite situation. Most are suffering from demographic decline, youth underemployment, expensive housing and lower chances of strong families building tight-knit communities. National economies no longer have the manufacturing capabilities that they once had and are now heavily dependent on retail, hospitality and tourism, their latter overdependency causing the Coronavirus Pandemic to have had an easier time spreading throughout the Western world. There is an overreliance on financial services and digital technologies to generate the greatest Quantity of Kapital for the least Quantity of Schuld. Much of the central government's services have either been privatized, taken over by commercial firms and are becoming increasingly expensive and difficult to maintain like retirement pensions.

The Socialist Nation is going to be confronted with a wide variety of challenges that are technological and financial in nature. Those two areas are what allow these disparities to persist for developing and developed countries. If the Socialist Nation is outside the Western world, it lacks the technical and financial capabilities to be self-sufficient and less dependent on the Western world. After all, its hopes for gaining a higher standard of living entails exporting cheap raw materials to the Western world. Dealing with environmental damage and resource depletion, in addition to not being diplomatically isolated, will be crucial.

Conversely, if the Socialist Nation happens to be situated inside the Western world, the impressively high standard of living in most Western countries will never be sustainable without cheap sources of petroleum for countless different applications, ranging from agricultural petrochemicals and disposable plastics to synthetic rubber and electrical power. It also does not help that so much of everyday life is geared toward the excessive consumption of imported goods and services that are often fueled by limitless amounts of Kapital and Schuld.

Whether the Socialist Nation is contending with the misallocations of resources and manpower or the building up of necessary economic and financial firepower, the Work-Standard is capable of providing the means of production required to achieve those goals. Once the Currency is pegged to the Work-Standard, Kapital will no longer define the everyday realities of the Totality, its replacement by Arbeit warranting the need to pursue a very different set of priorities. There is an entirely different way of life capable of being brought into existence, complete with its own set of values, customs, attitudes and outlook. Everything else is related to how Self intends to live their lives as an Individual interacting with the Totality and the State.

Pure Socialism: Values of Life-Affirmation

The real beauty of Pure Socialism, of how this Author is able to create entirely distinct terms, concepts and ideas related to the Work-Standard, lies in its own ability to transcend the concept of Arbeit itself into the realm of Socialist Metaphysics. Therein lies the idea of "Socialist Finance" introducing the possibility of creating not only a *Socialistic Mode of Production* and a *Socialistic Mode of Being*, but also a "*Socialist Financial Technology* (Socialist Fintech)." Even better is the prospect of the Socialist Nation adopting the Gestalt (Form) of the Proletarian Arbeiter and rejecting the Bourgeois Consumer of Liberal Capitalism. Arbeit has the potential to

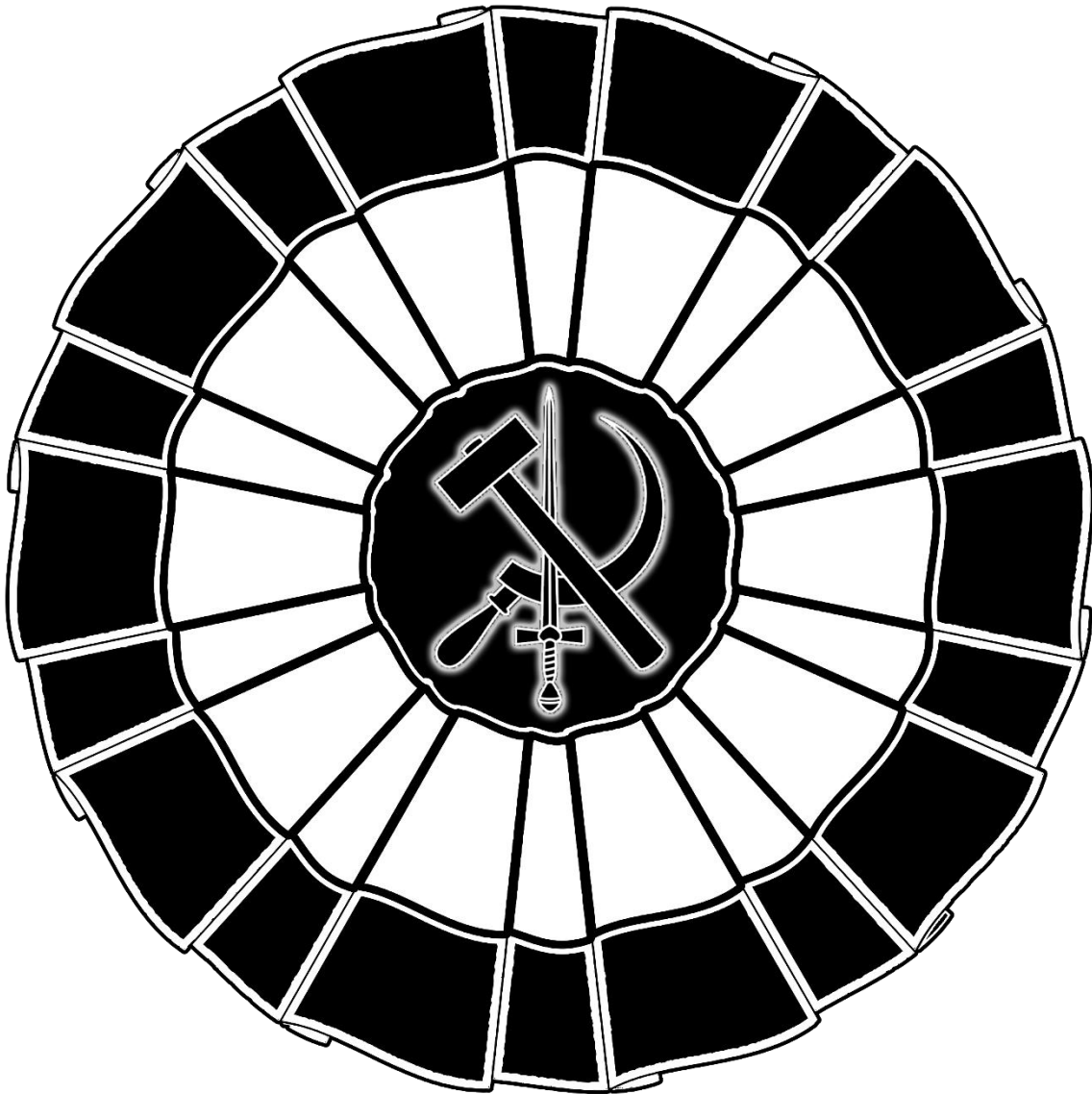
revolutionize our conventional everyday understandings of ‘economic growth,’ ‘standard of living,’ ‘returns on investment,’ ‘wealth inequality,’ ‘economic freedom,’ ‘competition,’ and other terms which are still capable of having their Liberal Capitalist essences removed and replaced with proper equivalents. Under the Work-Standard, these terms and more will assume different forms, definitions, expressions and manifestations in the Socialist Nation. The best way to discern the extent to which these changes are happening is to determine how well they relate to Arbeit.

Consider the familiar concept of ‘economic growth’ for instance. Most mainstream economists define and measure it in terms of *Kapital Accumulation*, characterized by quantitative increases in the mass production of goods and services intended for mass consumption. Since Kapital is created from a Liberal Capitalist Financial Regime, a “**Fractional-Reserve Banking System**,” where there is Kapital Accumulation in the mass production, there is also a corresponding Schuld Accumulation in the ensuing mass consumption. Everything here is meant to be an unnatural identification of oneself based on what they bought or sold to somebody else.

When recontextualized in the dominion of Arbeit, ‘economic growth’ assumes an entirely different interpretation. Here, the term itself has become associated with the Sustainability in the production of goods and services and the need to maintain their overall Quality against the growing Frequency of transactions for those goods and services. Those goods and services do not materialize out of nothingness, a harsh realization that suddenly dawned on the Western world by COVID-19 and the Great Recession. Somebody had to have created these same goods and services under a limited timeframe and with a similarly limited amount of resources. Unlike Kapital and Schuld, all of these factors will now be easier to comprehend once exposed to the interplay between Arbeit and Geld as the creation of newfound wealth whilst trying to overcome the aforementioned limitations. Even better is the possibility of conceiving a distinct conception of ‘competition’ revolving around the highest Quality of Arbeit to yield the least Quality of Geld, with ‘returns on investment’ being related to the commitments of Life-Energy by everyone involved.

The sooner one adopts this sort of instinctual inclination, the sooner it becomes feasible for anyone and everyone to be transforming Pure Socialism into their very own Artistic Socialism. Everything will fall into place as the Self and the Totality begin accustoming themselves to their new-old lives, their interactions with Arbeit and Geld governed by a metaphysical “**State of Total Mobilization**” as the Council State itself. The pegging of the Currency to the Work-Standard gradually revolutionizes the Socialist Nation’s educational institutions, national economy, financial system, central government, and digital infrastructure. Today, it is no longer about ‘when’ the Socialist Nation will be a possibility. Tomorrow, the question is *how* the Socialist Nation steps into Reality, challenges Neoliberalism’s worldwide hegemony as a sovereign national polity, and dethrones the US Dollar from its lofty Commanding Heights as the World Reserve Currency.

Section Three: Economic Model of the Work-Standard

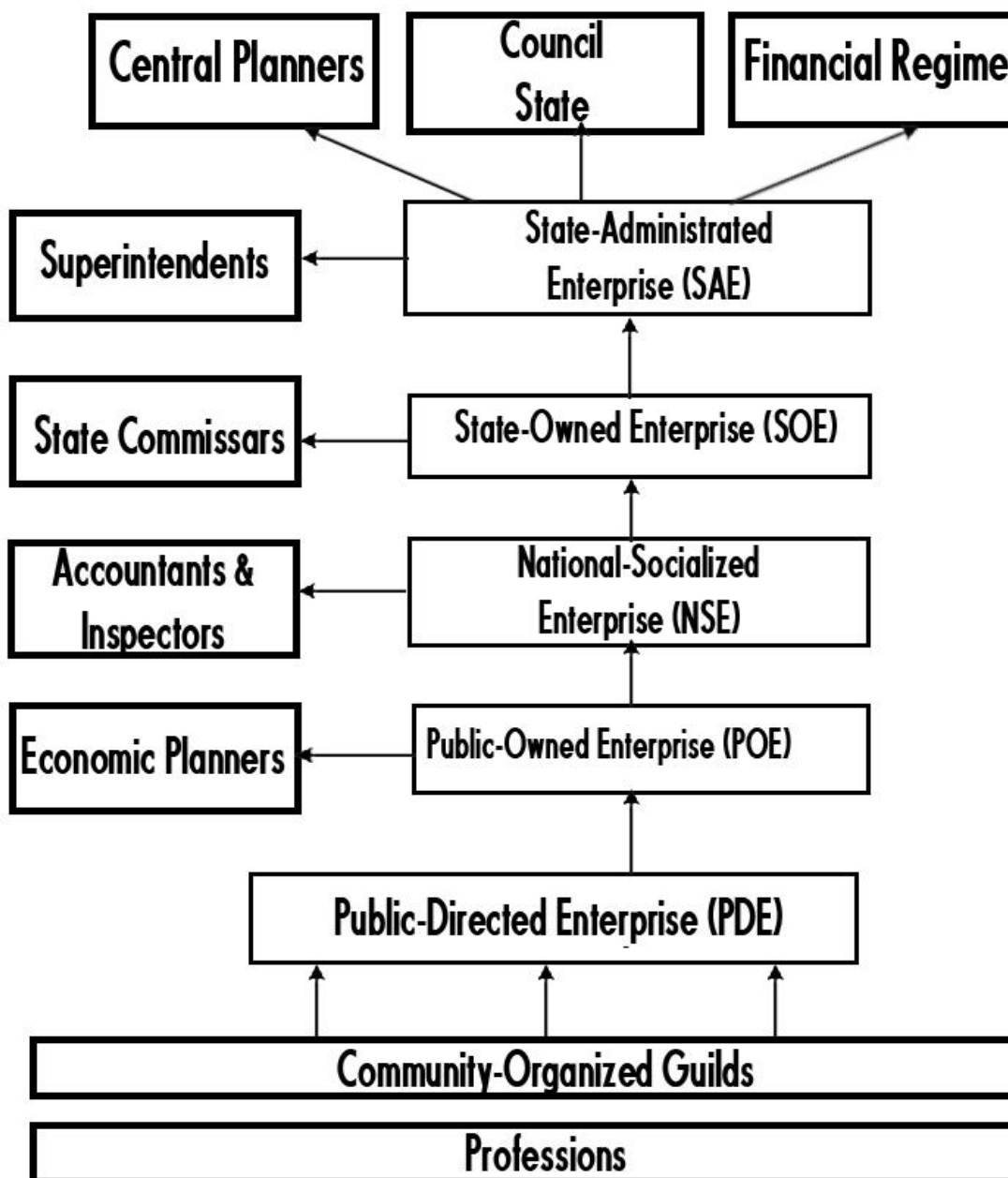


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a. Types of Economic Organization

The Work-Standard is designed for Planned/Command Economies. For best results, the Planned or Command Economy in question has to operate as a “*Vocational Civil Service (VCS) Planned/Command Economy*.” The VCS model has the economic sectors of the economy reorganized according to their profession and field, followed by their administrative division from the local to national levels. It identifies five specific Sectors: SAEs, SOEs, NSEs, POEs, and PDEs.

- State-Administrated Enterprises (SAEs) are enterprises owned and operated by the State. SAEs are recognized by their central government as being strategically important to the nation-state. Thus, they are incapable of operating beyond its borders. SAEs operate on their own or else as one of several SAEs united under a single Consortium. All SAEs and their Consortiums are delegated by an Economic Chamber within their National Civil Council as part of the State Council.
- State-Owned Enterprises (SOEs) are enterprises that operate on their own initiative under State ownership. They can operate on their own or as several SOEs united under a single Concern. These enterprises operate within the nation-state under the supervision and directives of their central government. They may be permitted to conduct activities beyond its borders but only under strict supervision by their State. All SOEs and their Concerns are delegated by an Economic Chamber within their National Civil Council as part of the State Council.
- National-Socialized Enterprises (NSEs) are enterprises that employ a combination of State and Public ownership and Economic Foreignization. These enterprises are Corporations, Jointly-Owned Companies, and Partnerships. These enterprises are larger than POEs and PDEs by dint of them exercising economic strength beyond their nation-state’s political borders. NSEs are often the type of enterprises designed under the Work-Standard and Vocational Civil Service Economy as being the best-suited for operating in foreign nations. Depending on its size, an NSE may be delegated by an affiliated Regional Civil Chamber or else the Economic Chamber of a National Civil Council as part of the State Council.
- Publicly-Owned Enterprises (POEs) are enterprises owned and operated by an affiliated Guild or several Guilds united as a District, a Syndicate, or a Workers’ Council of PDEs. As Districts, Syndicate, and Workers’ Councils, all POEs are situated across the many cities and towns within a given geographical region. Thus, ownership is widespread and delegated by an affiliated Regional Civil Chamber within the regional General Economic Council.
- Publicly-Directed Enterprises (PDEs) are enterprises owned and operated by a family or individual as part of an affiliated Guild. PDEs are for the most part small-scale affairs situated within small cities and towns. They may also be Cooperatives, Associations, where the ownership is also controlled by the workers themselves. Owners are registered members of a local municipal or metropolitan Guild. Each Guild of PDEs is represented as Districts delegated by a superior Local Civil Chamber of the local Workers’ Council. Workers’ Councils answer to a Regional Civil Chamber within their regional General Economic Councils.



Author's Diagram of Basic Economic Governance Command Structure

Note that the concept of 'Privatization' does not exist here. The Work-Standard does not rely on the old Public-Private Dialectic that justifies Private Property-as-Wealth and Common Property-as-Wealth because those two concepts are replaced by the State and the Totality or, as it will be demonstrated in Real Trade-related Entries in the Compendium, the Dialectics of Economic Socialization (ES) and Economic Foreignization (EF). The Vocational Civil Service of both Planned and Command Economies, will always be governed by the State in the interests of the Socialist Nation as a whole far greater than the sum of its parts. It is designed to serve the Totality, rather than the corrupt notion of the Totality serving the economy as in the case of Market

and Mixed Economies. The Work-Standard helps facilitate the justifications for implementing the Vocational Civil Service model without the flaws shared by other models of economic planning.

The purpose behind the VCS model arranging the economy in this particular manner was to ensure political-economic participation by everyone in the Socialist Nation. Everyone who serves the Socialist Nation has a Legal Right to participate in the affairs of its economic and financial policies. The best form of economic governance is one in which fiscal and monetary policies are properly synchronized by the State. To do so requires the State to exert a proactive political role in guiding and directing the economic and financial sectors in service to the Nation. But the real power behind the throne of the State is the Totality.

Therefore, the VCS model is intended specifically for governmental structures employing Council Democracy as the political model. The Parliamentary Democratic model was never designed for the VCS due to its role in favoring private economic interests over all other considerations. Everything about Parliamentarian politics revolves around the subversion of the political by Kapital, from lobbying and pandering to the periodic elections and the empty promises of the Members of Parliament. The same is also true for the *Congress of Councils* for these United States, which has unfortunately been ‘redesigned’ to conduct itself as a “Congress of Parliaments.”

b. Economic Governance Types and Economic Planning Models

In Section One, it was stated that there were two specific types of national economies that can be split into two subtypes. Neoliberalism has the “Market/Mixed Economy” and the Socialisms have the “Planned/Command Economy.” Recall the specific manner in which the terms “Planned Economy” and “Command Economy,” like the “Market Economy” and “Mixed Economy,” were never used interchangeably in the SMP Compendium. This is because the strategic, operational and tactical capabilities of the Command Economy are in fact distinguishable from those of the Planned Economy. Knowing these distinguishable are important in order to understand why the organizational framework of American Federalism is best-suited for Command Economy as opposed to Planned Economy.

The following is a description of those four different types of national economies and two historical models of economic planning since the 20th century. Everything described below were their descriptions from the previous century. Note that the VCS Planned/Command Economy will be tasked with transcending the definitions of Planned and Command Economies without adopting the methodologies of the Market/Mixed Economy.

- “Command Economies” are economies where the centralized national government is a Council Democracy with the legal framework required for governing its everyday decision-making. The Totality controls the means of production through their Council State. The Intents of Command and Obedience are used as an alternative to the Incentives of Supply and Demand found in the other three economic governance types. The central government maintains a central economic plan that the Command Economy is expected to carry out. All available manpower, natural and financial resources are to be allocated by the State as part of fulfilling the economic plan. Priorities are placed on the production of goods and services, prices, quotas and targets set, and laws and regulations in place to enforce the execution of the economic plan.
- “Planned Economies” are economies where a centralized national government employs an economic plan but has made compromises for the existence of privatized commercial firms. The Intents of Command and Obedience are replaced by a mixture between it and the Incentives of Supply and Demand. The government will always favor its State-Owned Enterprises (SOEs), ensuring that they will be able to compete against those not controlled by the State. Foreign firms may be allowed to operate independent of State governance within the framework of its legal jurisprudence. They may even be expected to collaborate with the affairs of the Planned Economy. In short, unlike Command Economies, they represent recent attempts by remaining Socialist Nations like China to implement market reforms under the guidance of the State.
- “Mixed Economies” are economies where a decentralized national government has strategic sectors such as crude oil and petroleum, rare minerals, armaments, transportation, healthcare or power plants under State governance. The rest of its economy will be privatized, where the means of production are left under the control of individuals. The general idea about Mixed Economies is that they represent an attempt to balance the flaws of Market Economies and those of Planned Economies. Note that Mixed Economies will always abide by the Incentives of Supply and Demand. Thus, while the State has no control

over the pricing, production or allocation of goods and services, it still has to do so within the rule of law.

- “Market Economies” have decentralized national governments with little or no control over any sector, its role restricted to the enforcement of laws and regulations (or the lack thereof in the case of ‘Deregulation’). Practically everything is controlled by anyone and everyone who has enough Kapital to own and operate privatized commercial firms for profit under the Incentives of Supply and Demand. Here, the State and its national economy will become two separate entities where the economy holds major sway over the affairs of the government. Market Economies will always be governed by a Parliamentary Democracy with elections, political parties, lobbyists, electoral term limits, and career politicians.

Nevertheless, most Command Economies in existence during the previous century have been oriented around two specific variants: the crude, rudimentary **STEP (Soviet-Type Economic Planning)** of the Soviet Union, Eastern Bloc and Maoist China; and the slightly more refined **PTEP (Prussian-Type Economic Planning)** devised by the Prussians of the German Reich.

PTEP in particular was developed in response to the harsh wartime conditions of World War I. A little-known attempt was made to continue PTEP for peacetime purposes after 1918 but was never realized due to the Liberal Capitalist establishment of the Weimar Republic. This of course was the largely obscure economic proposals outlined by Wichard von Moellendorff and his attempts to preserve PTEP in the interwar chaos of 1918-1919. While Oswald Spengler’s *Preußentum und Sozialismus (Prussianism and Socialism)* remains a timeless advocacy for the coalescence between the Prussian instinct and Socialism, von Moellendorff’s proposals had been a flawed attempt to realize Prussian Socialism in actual practice.



Photograph of Wichard von Moellendorff

The purpose of PTEP, had it been implemented, would have entailed the creation of a new legal jurisprudence and political governance designed to realize the transitional phase to a

Command Economy. There would be attempts made at trying to realize the kind of Council Democracy outlined by Freiherr vom Stein as well as build upon the ideas articulated by Johann Gottlieb Fichte and attempted by Otto von Bismarck. What arguably prevented von Moellendorff's proposals for PTEP from being realized, besides an apparent unwillingness to accept the slightest constructive criticism from close political allies, are flaws which can also be found in STEP. In essence, the lack of reliable financial and monetary models to replace existing Liberal Capitalist ones, an absence of institutions for resolving economic disputes among workers and among industries, and an overreliance on technology to overcome the shortcomings of human nature. All of these factors are indicative as to why the proposals found little support from sympathetic German businessmen, industrialists and magnates.

As is commonly known, STEP relies on the implementation and coordination of a Command Economy on a **Five-Year Plan**. Each Five-Year Plan will usually outline the intended aims of the central government, including production quotas, targets, resource allocations, and so forth. The goal is to achieve or exceed the objectives within the given timeframe. Historically, most tend to be conducted and completed in four years. It can be argued that the "Four-Year Plan" of the Hitlerists to remobilize the German armed forces between 1936 and 1940 was a flawed derivative of STEP, devised as a strategic military plan to be completed within four years.

But whereas PTEP had fewer flaws (for what it was worth), STEP was cruder and far more rudimentary in both its applications and its flaws. STEP, in addition to the flaws it shared with PTEP, placed excessive emphasis on the decision-making of central planners to the detriment of the energy, talent, ambition, resolve, and initiative of the workers themselves. The static, inelastic implementation of Five-Year Plans hinders any Command Economy from reacting quickly to changes in economic conditions, as evidenced by the German invasion of the Soviet Union in 1941. Human errors related to discerning the prioritization of certain goods and services can also lead to shortages and even rationing in more extreme, dire circumstances.

Granted, this is not to suggest that there is nothing to learn from the strengths and weaknesses of STEP and PTEP. Both contain ideas which can be retained and others worthy of informing the specifications of the Work-Standard. Any preservation of the techniques from STEP and PTEP so viable will require combining the strengths of both while rectifying their weaknesses through the Work-Standard. Their implications can be summarized as the following:

- The concept of executing a central economic plan, including its targets and quotas, can always be replaced by *an elastic Constitution of Intents and Obligations* and a *conveyable Legal Code of Duties and Rights*. There would not need to be an excessive paper trail that would require massive bureaucracies since these are also the same legal documents governing the conduct of the nation-state outside of economic and financial contexts.
- Economic plans themselves can be replaced by *equivalent financial instruments that are not LCFIs (Liberal Capitalist Financial Instruments) insofar as they do not rely on the dialectics of lending Credits and borrowing Debits (with or without Interest)*. They instead rely on the Work-Standard as Socialist Monetary Policy.
- Additionally, the use of technology can be employed by the Work-Standard as part of a "*Mechanization Rate*" as a suitable replacement for an Interest Rate. Doing so would entail the Synchronicity (to use a term from Jungian Psychology) between the Figure of the Arbeiter and his technology, as advocated by Ernst Jünger's philosophical book, *Der Arbeiter (The Worker)*.
- The realization of such financial instruments would require the introduction of *special institutions designed as Socialistic alternatives to the need for financial markets*. These

institutions would have the honors of resolving disputes among workers and within industries, in addition to providing the public forums necessary in helping the State determine the prices of everyday goods and services and the wages needed to purchase them. Their practical realization would probably entail something along the lines of a courtroom, a general economic council and a corporate body of regional chambers and community guilds.

- And last, any proper realization of the Work-Standard would entail the creation of *a truly distinct form of Command Economy* that has never been attempted but nevertheless drawn from a number of historical antecedents, innovations in organizational and administrative doctrines, technological developments in financial engineering, and other important topics of interest to the SMP Compendium.

c. How the Economy Creates Arbeit

Economies, given the current state of technology, are capable of having a total of five Economic Sectors. Those are the “Natural,” “Industrial,” “Services,” “Information,” and “Administrative” Sectors. All four are compatible with the Work-Standard and where they differ is their overall contributions of Arbeit to the Life-Energy Reserve.

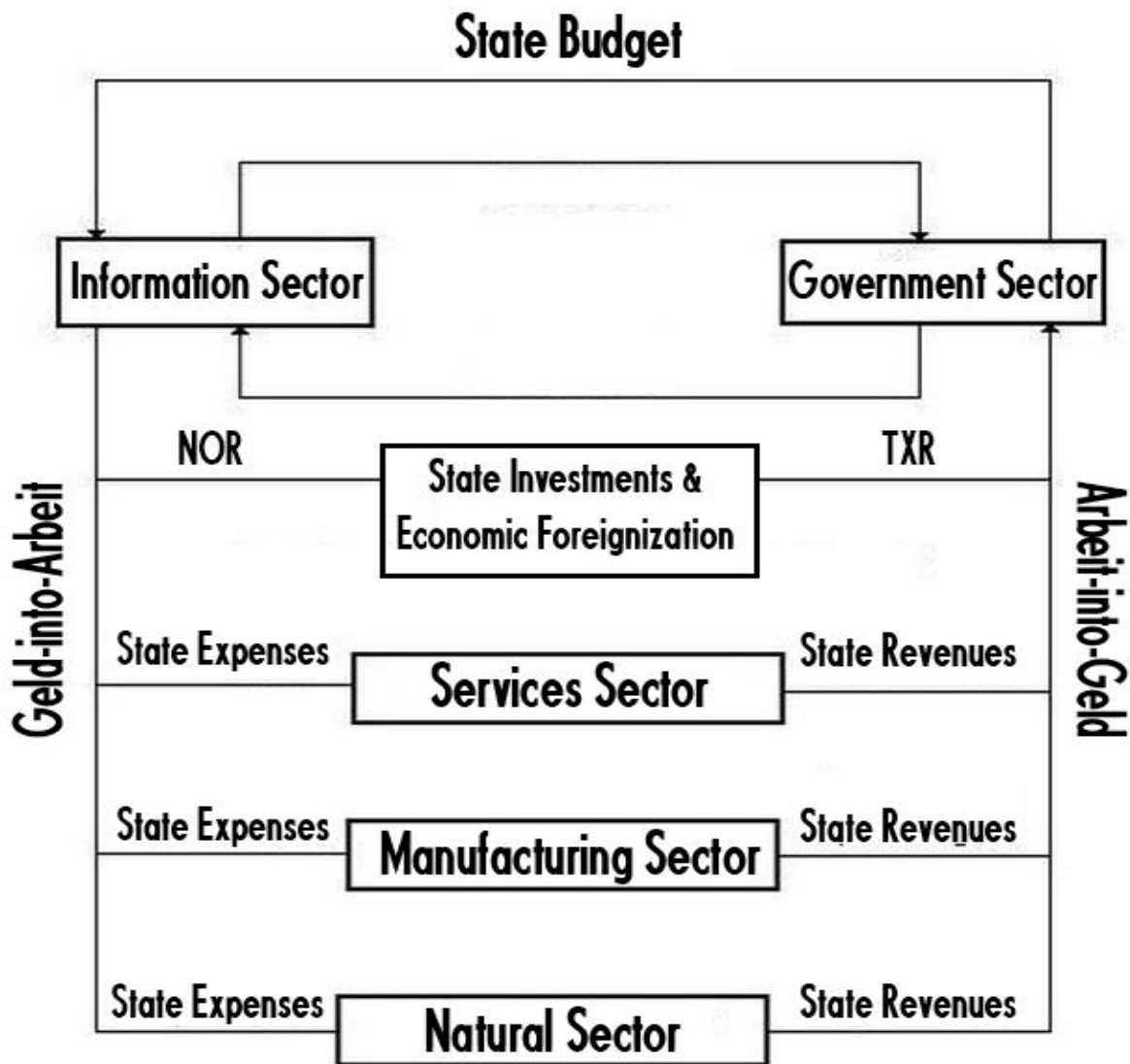
- The Natural Sector refers to the cultivation and harvesting of both renewable and non-renewable natural resources and their subsequent refinement into raw materials. It is sometimes known as the ‘Primary Sector’ because of how the other three Economic Sector rely on its raw materials. Common examples of the Natural Sector are Agriculture, Forestry, Aquatic, and Geological.
- The Industrial Sector or the ‘Secondary Sector’ is where raw materials are used to facilitate the production of manufactured goods. Construction, Light and Heavy Industries, Chemicals, Engineering, and Basic Essentials like water purification, waste treatment, and electricity, Electronics, Unfinished and Finished Goods are all examples of the Secondary Sector.
- The Services Sector is the ‘Tertiary Sector’. Collaborating with the Primary and Secondary Sectors, the Tertiary Sector enables raw materials and all kinds of goods to be transported, distributed, bought and sold. Sales, Transportation, Storage, Hospitality, Finance, Professional, Healthcare, Entertainment, Maintenance and Repair, Legal, Personal and Travel Services fall under the purview of the Tertiary Sector.
- The Information Sector is a recent phenomenon that emerged from developments in information and digital technologies. As the Quaternary Sector, Information pertains to how any economy interacts with the technologies connected to the Internet and the media that can be created there. Research and Development, Mass Media and Publishing, and Educational are key examples. Anyone who blogs on WordPress to earn revenue is the most obvious example.
- The Administrative Sector overlaps with the Information Sector as the Quinary Sector. They pertain to the creation and operation of technologies associated with Information and its existence in the digital realm. Governmental bureaucracies, scientific research personnel, business executives, and consultation firms rely on Information as part of their decision-making process, overlapping with the affairs of the Quaternary Sector.

In all five Economic Sectors, the workforce will be carrying out their activities with their “**Life-Energy**” to create Arbeit in the **State of Total Mobilization**. Life-Energy is defined by the Work-Standard as the naturally-occurring power that flows from the people in their everyday economic and financial activities. These activities are what enable the process of turning Life-Energy into Arbeit in the form of raw materials, goods, services, and information. That Arbeit is able to be contributed to the Life-Energy Reserve of the Central Bank.

The precise amount of Life-Energy that can be turned into Arbeit depends on whether it is able to pass from Natural and Industrial Sectors to the Services and Information Sectors across a long period of Zeit. The more Life-Energy is invested from a variety of professions and enterprises across different Economic Sectors, the more Arbeit is contributed to the Life-Energy Reserve.

Under the Work-Standard, the Vocational Civil Service (VCS) model of Planned and Command Economies is able to generate Arbeit from the entire workforce. Everyone who is

employed in a Vocation under the VCS model is capable of performing the process of turning Life-Energy into Arbeit. Vocations that rely on other Vocations and can sustain its efforts across a longer interval of Zeit within the work-week will contribute more Arbeit. For instance, a State-Owned Enterprise (SOE) that simply sells goods and services contributes less Arbeit than if that same SOE was collaborating with other SOEs as part of a larger economic organization such as a Concern. This phenomenon is known as “Economic Socialization (ES).” In essence, entire Vocations, Professions, Industries, and Enterprises under each Sector are more likely to yield greater returns of Arbeit by working together than they would if they simply worked alone.



Author's Depiction of the VCS Economy Model

The effects of Economic Socialization considered as a common Force Multiplier that stems from the VCS model relying on Council Democracy rather than Parliamentary Democracy. Since everyone has both political and economic participation in the affairs of the State, Economic Socialization is capable of achieving greater WP regardless of the WI among various Vocations. Greater coordination and collaboration are able to contribute more Arbeit to the Life-Energy Reserve of the Central Bank while also minimizing the effects of the Attrition Rate.

D. How Arbeit is Converted into Geld

Multiple entries have been written to arrive at this particular one. It was established that every profession should be a “Vocation” in order to allow for the “Life-Energization Reciprocity (LER) Process.” By committing their physical, mental and spiritual energy into their Vocation as “Life-Energy” to create Arbeit. That Arbeit is then registered on the financial ledgers as being accounted for in the Life-Energy Reserve of the Central Bank. Therefore, the next logical step in the Work-Standard is for the conversion of Arbeit into Geld. It is precisely during this aspect of the Work-Standard that a large number of variables are at play.

Before the process of converting Arbeit into Geld can begin, the Central Bank will note the overall “Quality of Arbeit (QW)” of the Vocational Civil Service (VCS) Economy. The QW is the total Value of the Arbeit from all Vocations. It is affected by the overall “Work-Intensity (WI)” and “Work-Productivity (WP)” as well as all known “Force Multipliers (FMs)” at any given Zeit. Shorter intervals of Zeit with “High WI, High WP” or “Low WI, High WP” will decrease the Quality of Arbeit by a rising Attrition Rate. Longer intervals of Zeit with “High WI, Low WP” or “Low WI, Low WP” are more likely to increase Quality of Arbeit through the Inaction Rate.

The Central Bank gauges the nation-state’s Quality of Arbeit through the “Total Economic Potential” (TEP), the Work-Standard’s alternative to the Gross Domestic Product. TEP is the final sum of all economic and financial activities by the nation-state before its Attrition/Inaction Rate was factored. For finding the TEP after Attrition/Inaction, the Central Bank uses the “Real Total Economic Potential” (RTEP). RTEP affects how much Geld is allowed to be created by the Central Bank and is influenced by the Quality of Arbeit. It is tenable to argue that RTEP represents the Quality of Arbeit applicable to all Vocations within the VCS Economy.

Given the Quality of Arbeit and the Real Total Economic Potential in relation to the Attrition/Inaction Rate, the Central Bank can now determine the “Quality of Geld (QM).” The QM refers to the Price for any conversions of Arbeit into Geld under the Work-Standard. It affects how much Geld can be printed by the Central Bank based on a specified amount of Arbeit. A nation-state having a “High QW” can be correlated to them having a “Low QM.” This means that they are able to command a superior Quality of Arbeit that enables them to create more Geld with fewer amounts of Arbeit. Conversely, a “Low QW” can be correlated to them having a “High QM.” Under those conditions, the nation-state has an inferior Quality of Arbeit that forces them to spend more Arbeit for less amounts of Geld.

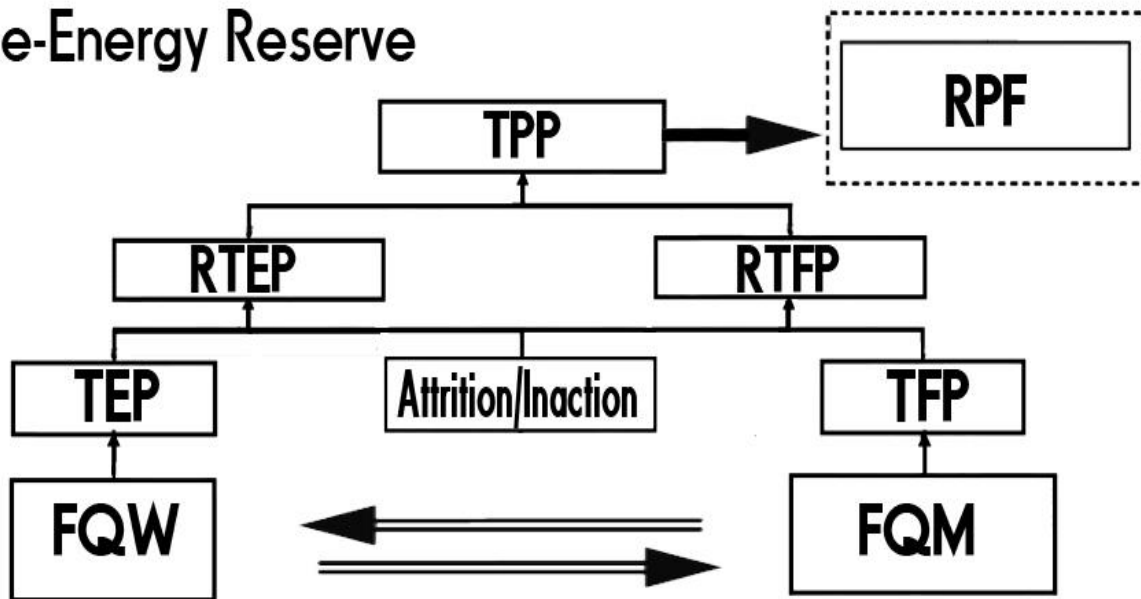
It is because of the need to factor how QW and RTEP affect the QM that the Central Bank must find the “Total Financial Potential (TFP).” A TFP is the sum of all Geld that has already been converted from Arbeit before including the Attrition/Inaction Rate. If the Central Bank needs to know the TFP with the Attrition/Inaction Rate, they will use the “Real Total Financial Potential (RTFP).” RTFP is the final sum of all Geld in circulation and is limited by the RTEP. Remember that the Attrition/Inaction Rate is not affected by the RTFP but by the RTEP because of the nature of the Work-Standard. If the Central Bank needs to print more Geld, the RTEP will need to be gradually increased to facilitate it.

What happens if the Central Bank decides to print more Geld to increase the RTFP without any expected increases in RTEP? That Geld is counted as Schuld and is thus added to the Sovereign Schuld of the nation-state as “unpaid debts.” This is done to discourage excessive creations of Geld and deter the existence of Schuld-backed Kapital under the Work-Standard. As a

Constitutional Obligation with a corresponding Constitutional Intent, any Sovereign Schuld must be paid back without any Interest whatsoever under the Work-Standard.

For the sake of review, six variables are accounted for in the conversion of Arbeit into Geld. It is understandable for someone to ask where these variables fit within the bigger picture of the Work-Standard in relation to the Financial Regime. The following table demonstrates where the variables coexist with the Attrition/Inaction Rate, the TPP (Total Productive Potential) and the RPF (Requisitionary Productive Forces):

Life-Energy Reserve



As one can probably deduce from the table, the QW, TEP and RTEP correspond to the Economic and the QM, TFP, and RTFP are related to the Financial. What happens in the Economy must affect Finances and what affects Finances must affect the Economy. That is where the Work-Standard prevails in contrast to the Liberal Capitalist conceptions of Kapital. With Kapital, it is possible to argue that the Financial Markets are an economy onto themselves, independent of what the national economy is doing at any given Zeit.

Furthermore, the Central Bank can adjust the Quality of Arbeit through a “Mechanization Rate (MR).” The Mechanization Rate is the Work-Standard’s alternative to the Interest Rate by focusing more on how much Arbeit is being created by actual Vocations and how much has been allowed to be created by automated technologies. The MR is capable of increasing the RTEP and improve the QW without causing serious increases in Attrition by conserving the Life-Energy of Vocations. It may seem counterintuitive, but the MR has its purposes and should never be seen as an excuse to replace Vocations with machines.

An important question that must be considered is who really decides the Quality of Arbeit for the Central Bank? Which financial institutions under the Work-Standard is in the best position to help the Central Bank formalize the decision on behalf of the State?

In certain entries within the SMP Compendium, it was argued that special financial institutions known as the “Kontore (Financial Offices)” and the “State Commissariats for Wages and Prices” are the ones in the positions to decide. Since the Work-Standard functions best under Council Democracy as opposed to Parliamentary Democracy, it is realistic for Councilor

governance to collaborate with both institutions in determining the Prices and the Value of goods, services, Arbeit and Geld. The Central Bank will execute the Command by setting the Quality of Arbeit in relation to the Quality of Geld. The State will uphold Obedience by enforcing the decision as part of its own Socialist Monetary Policy (SMP), an Intent that must be realized as conditions will always change, up to and including the need to warrant sufficient alterations to the SMP.

From the outset, it would seem that the basics behind how the Work-Standard is intended to function in theory and practice have been laid out in enough detail. The previous entries in the SMP Compendium have made this entry in particular possible. In retrospect, Vocations create Arbeit from exertions of Life-Energy, Arbeit is contributed to the Life-Energy Reserve and is then converted into Geld based on the Quality of Arbeit and Quality of Geld respectively.

It is important to note that the Work-Standard has its own methodology of accounting and special equations for determining all economic and financial metrics for the VCS economic model. For instance, the Work-Standard does not rely on the “Double-Entry Bookkeeping System” that has allowed for the rise of the ‘Capitalism’ in Liberal Capitalism between the Renaissance and the Enlightenment. And just as the Work-Standard eschewed the GDP for the RTEP, various other economic metrics that had once been employed under Liberal Capitalism were also replaced with more appropriate alternatives. All of these and more will be covered in subsequent Entries.

e. how the Central Bank sets the Exchange Rates under the Work-Standard

All of the important steps on the basic processes of the Work-Standard have already been discussed in the previous Entries. However, they were discussed in the context of a single transaction by one Vocation as part of a larger State-Owned Enterprise. Those Entries demonstrated how a single Vocation commits Life-Energy to create the Arbeit that will be contribute to the Central Bank's Life-Energy Reserve. The Central Bank converted the Arbeit into Geld. The national economy under the Work-Standard, given its adherence to the Life-Energization Reciprocity (LER) Process, is a VCS Planned/Command Economy.

Additionally, it was also established in those entries that the Value of the Currency is affected by the Quality of Arbeit (QW) in accordance with the Attrition/Inaction and Mechanization Rates. That in turn determines the Quality of Geld (QM), which is the amount of Geld that can be yielded by converting them from Arbeit. The Geld can then be used by the State for practically everything the nation-state needs and wants, from the macrocosmic to the microcosmic. One important question for the Work-Standard concerns the basis by which the Central Bank decides how the Qualities of Arbeit and Geld affect Exchange Rates. What was elaborated in the preceding Entries of Section Three are still applicable to the Socialist Nation. The real challenge, as it remains to be seen, is how the Work-Standard operates outside the Nation.

Can the Work-Standard coexist internationally alongside Liberal Capitalist Floating Exchange Rates, where Kapital is affected by the Incentives of Supply and Demand? Is it possible to envisage how the Work-Standard operates between two nation-states with Currencies pegged to the Work-Standard itself? What would be the metrics that govern their transactions within Exchange Rates as part of an existing "Real Trade Agreement (RTA)?"

To ascertain the significance of those questions, it becomes necessary to deduce what how best to group the various variables mentioned in the two aforementioned entries. Work-Intensity (WI), Work-Productivity (WP), Force Multipliers (FMs), Attrition/Inaction and Mechanization Rates are all variables that affect the Quality of Arbeit, Total Economic Potential (TEP), and Real Total Economic Potential (RTEP). However, all of these variables only affect economic activities that originate from and are a part of the national economy alone. Any and all foreign trade with other nation-states, including those on the Work-Standard, will always be calculated as part of the TEP and, upon factoring the Attrition/Inaction Rate, RTEP.

Two familiar variables, both of them alluded to in previous Section, are needed to distinguish the Actual Arbeit of national economic activities and those in foreign trade: "**Economic Socialization (ES)**" and "**Economic Foreignization (EF)**." For the sake of simplicity, the ES and EF for the RTEP of the Socialist Nation is denoted as "X," where the ES and EF of another nation-state is "O." It may seem somehow counterintuitive at first, but the motivation behind labeling those two important variables as simply 'X' and 'O' has its basis. Two of those are the need to find the "**Total Economic Socialization Rate (TXR)**" and the "**Net Economic Foreignization Rate (NOR)**." The TXR records the surpluses in Arbeit and Geld that the Socialist Nation receives from international trade. The NOR gauges losses of Arbeit and Geld to international trade, including how much Schuld was gained from trade imbalances. Together with TEP and the Attrition/Inaction Rate, TXR also affects the RTEP and in turn the Quality of Arbeit overall.

As a general procedure, when the Central Bank needs to figure out how the RTEP affects international trade, it needs to factor the TXR and NOR. When it wants to know whether the Socialist Nation is running trade deficits, it deducts the NOR from the TXR and RTEP. In terms of Exchange Rates, the Central Bank will proceed to narrow things down to the criterion of the other Currencies being pegged to the Work-Standard or still operating on Liberal Capitalist conceptions of finance. Thus, what has been written about the significance of the Quality of Arbeit is also applicable to the Quality of Geld as well. The greater the Quality of Arbeit is for the nation-state with the Work-Standard, the more likely their Currency is going to appreciate against any given basket of other Currencies. That can be correlated to a lower Quality of Geld where small amounts of Arbeit is capable of creating large amounts of Geld.

Conversely, a lower Quality of Arbeit has that same Currency depreciating against any given basket, which can be correlated to having a higher Quality of Geld. The basics behind calculating the Exchange Rate and how much will be left over through conversions between two Currencies remain unchanged. This enables the Central Bank to set an official Exchange Rate and make any adjustments as needed.

Imagine for a moment that the Central Bank needs to find more precise amounts for determining how much the Currency depreciates or appreciates. There may be circumstances where the Central Bank is forced to keep detailed records of how much Liberal Capitalist Currencies as Kapital fluctuates in Price across a specified period of Zeit. There may be other conditions where the Central Bank would like to know more about certain Force Multipliers within its own nation-state in comparison to those found in others. It is also possible that the Central Bank is interested in determining specifically how much Arbeit is converted into Geld (and, if possible, Geld being converted into Kapital through international trade). For the latter, that arises from the State establishing “National-Socialized Enterprises (NSEs)” as part of its trade agreements. Several variables exist for the Central Bank to discern through the Qualities of Arbeit and Geld.

For the Quality of Arbeit, there is the “Meaningful Work Rating (MWR),” the “For My People Index (FMPI)” and the “Civil Service Performance Index (CSPI).” The MWR determines the rate at which foreigners are willing to allow their Arbeit be converted into Geld by the Central Bank. FMPI refers to the Geld that they intend to send back to their own nation-state, while the CSPI is the amount of Geld that they will need for their Duties under the terms of a trade agreement. In the latter two categories, they determine how much Geld is capable of improving the Quality of Arbeit by lowering the Quality of Geld.

And for the Quality of Geld, there is the “Cost-of-Dying Rating (CDR),” the “World Improvers Index (WII),” and the “Ease of Terrorizing Others Index (ETOI).” As the Work-Standard version of “Cost-of-Living,” the CDR denotes the amount of Geld that the Totality will need from the Central Bank before Death. The WII refers to the amount of Arbeit that the Totality has devoted to foreign trade and investment. And the ETOI determines how much Arbeit is devoted to serving foreign tourists and investors; a high rating is indicative of the nation-state relying on tourism and foreign investment as sources of Geld. In short, all of these indices increase the Quality of Geld by lowering the Quality of Arbeit.

For both sets of indices, the Central Bank will be coordinating its activities with the Kontore and Commissariats of Wages and Prices. A few additional variables exclusive to this particular codetermination becomes applicable once the State accepts the terms of a Real Trade Agreement. Rather than FDIs (Foreign Direct Investments), the State is enabled by the Work-Standard to allow for the existence of “State Foreignization Investments (SFIs).” SFIs refer to the influx and outflux of Arbeit and Geld or Kapital and Schuld across the nation-state’s borders

through its National-Socialized Enterprises. They are applicable for each NSE and can be factored alongside the indices for Qualities of Arbeit and Geld to find the Total Economic Socialization and Net Economic Foreignization Rates. With all of these variables coming full circle back to TXR and NOR respectively, the Central Bank is now able to calculate how much Arbeit and Geld was gained or lost from foreign trade and how that in turn affects the Value of the Currency within Exchange Rates.

Finally, as part of the Section Edition of The Work-Standard, the SMP Compendium will now include discussions on the ways in which these Indices are calculated, how they factor into the TXR and NOR variables. These TXR and NOR variables will in turn affect the RTEP and RTFP in relation to the TPP Equation overall. All of these and more will be addressed and formalized in the Entries of Section Eight.

f. How the State receives Revenue and allocates the Budget

The Vocational Civil Service (VCS) Economy model does not rely on the conventional taxation policies found in Liberal Capitalism. The State receives the Revenue for its Budget from the same national economy that it predominantly owns and controls. All Geld converted from the Arbeit of the whole nation arises naturally within its everyday activities. Arbeit does not just stem from the production of goods and services and the profits that can be generated from them. As explained previously, the emerging Information and Government Sectors can also serve as additional sources of Arbeit. The subtle nuances of the latter deserve to be elaborated here, especially when the State finally begins receiving Revenue and an accumulating Budget.

Among Market and Mixed Economies, the Government Sector is driven by the expenditures of Parliamentary Democracy. Parliamentary governance adheres to the Keynesian logic that any Kapital spent on building infrastructure, transportation systems, and public utilities will eventually contribute more Kapital from other economic activities that depend on them. John Maynard Keynes himself had applied such logic in justifying public works projects and government expenditures, the most notable being the American New Deal programs under President Franklin Delano Roosevelt. These expenditures from public works programs run in tandem with coexisting social welfare programs, which the US Federal government implemented through Social Security and the later Medicare and Medicaid programs decades after 1945. Other examples included post-1945 Japanese as a stopgap measure in curtailing the effects of the Lost Decades and by the PRC in their impressive infrastructure projects between the 1990s and 2010s.

These endeavors have consistently led to governments accumulating Schuld from deficit spending and the greater risk for unbalanced budgets. Where raising Taxation Rates, issuing government bonds and cutting social welfare programs are politically unacceptable for winning electoral votes under Parliamentary governance, “Debt Monetization” and “Quantitative Easing” are extensively employed. There will never be enough Kapital from Progressive Taxation, just as there will never be enough Kapital to refinance the Schuld accrued from issuing government bonds. The same is true for printing Kapital outright, with Inflation serving as a deterrent that can be curtailed by relying on an Interest Rate. This is a fact hardwired into all Liberal Capitalist conceptions of finance under the Incentives of Supply and Demand. It accounts for why Modern Monetary Theory (MMT) and Monetarism justify Parliamentary governance printing Kapital out of thin air so long as its Value is backed by the quantitative magnitude of Kapital’s own existence.

Based on these considerations, it is important to realize that the Government Sector of the VCS model operates on a different set of parameters unlike those found in other economic models. The capabilities of the Work-Standard enable the VCS Planned/Command Economy and the Council State by extension to fulfill the flourishing of the Socialist Nation without having to run high expenditures at the expense of the Nation. Its potential rests squarely on Arbeit providing the real Value behind the Geld that the Financial Regime will put into circulation.

The State will have its governmental bureaucrats and ministerial office clerks, accountants and secretaries, researchers and analysts, judges and jurists, emergency personnel, security forces and armed forces, administrators and functionaries, and so forth. All of these people do in fact contribute Arbeit to the Central Bank’s Life-Energy Reserve just like a restaurant waitress, factory worker, dairy farmer or a miner would through their own professions. The real difference has

always been the amount of Arbeit that they will contribute to the Life-Energy Reserve, particularly within governmental positions and areas where there will be the greatest impact on the rest of the national economy. A bloated bureaucracy, even with the Work-Standard, will always be inefficient and lethargic as it undermines the Intents of Command and Obedience by reducing cohesiveness within the command structure.

As with the rest of the VCS Economy, any Geld that the Government Sector produces through its own Arbeit will be allocated into State Revenue accounts. Any Revenue transferred to the State Budget account cannot be conducted by government accountants until all expenditures within the nation-state have been paid off; failure to do so will cause the nation to begin accruing Schuld as a consequence. The Intent behind the arrangement is because the State must spend a certain amount of Geld on upkeep and maintenance costs and set aside Geld for equipment and resources needed by all Vocations, and Geld for the Paygrades of families and their dependents. Thus, any Geld intended for those purposes deserves to be spent sooner rather than later.

Therein lies another key difference that the VCS Economy model differs from the Keynesian economic logic behind the Government Sector contributing nothing but increased spending. The Government Sector, through the Work-Standard, actually allows the State to play a proactive role and not come across to average people as a monolithic “Leviathan” (which is often the most common depiction of the State within Liberal Capitalist ideology, courtesy of Thomas Hobbes’ treatise of the same name). That negative stereotype ends when the State itself actually contributes Revenue for the nation and where governmental bureaucracies wield a means by which to gauge their performance. The Keynesian practice of promoting excessive spending for the sake of economic growth became impractical when the Bretton Woods System perished and the ensuing Stagflation that followed. It is even more senseless to condone such behavior as part of advocating for sustainable economic growth through unrealistic expectations of Progressive Taxation, MMT and Monetarism, and other Liberal Capitalist proposals that have proffered stopgap proposals to resolve such a simple, yet multi-faceted challenge. For one of the prerequisites behind any high Taxation Rates is for the State and the Totality to be treated as separate parties in a business transaction and for the former to sustain its expenses by expropriating from the latter.

Whatever Geld is left over after all expenditures have been factored into the State Revenue accounts can now be set aside in the State Budget. The State will then be able to finance any future activities and save the rest for later. When the time comes for the State to begin allocating Geld from its Budget, the decision is to be conducted under the practices of a Council Democracy, where it must be approved by the State Council and signed into law by the Head of State. Allocating Geld into areas of the nation-state will not only help the Totality flourish as a whole, it will also help the national economy grow from allowing greater contributions of Arbeit into the Life-Energy Reserve. The effects may be amplified by a delicate combination of technologies and foreign trade through a given Mechanization Rate and Real Trade Agreement respectively. This can be done without the State imposing any more absurd tax schemes, excessive spending cuts, accumulating absurd amounts of Schuld and allowing unwarranted privatization as in Keynesianism.

g. how the State implements and enforces the Paygrade Scale

The Paygrade Scale of the Vocational Civil Service Economy is influenced by overall economic conditions. A Paygrade is affected by the Attrition Rate and the Total Economic Potential as the two primary metrics. Both will affect how much Geld each Paygrade receives on a weekly basis. Unlike Inflation, Attrition rises more slowly as a distinct characteristic of pegging a Currency to the Value of Arbeit. The Geld allotted to Paygrades do not come directly from the State Budget. Rather, they are counted as State Expenses that are paid for by the Revenues of the national economy. The only power in the Nation capable of implementing this is the Council State.

Each Paygrade is organized into several different pay brackets adjusted to years of service and number of dependents. Outside of those two factors, simply attaining a higher Rank or being in a profession for the sake of material gain is antithetical to the concept of Vocations and therefore does not exist under Socialism. A Vocation is meant to be a special calling that one can still envisage themselves doing over the course of the next ten, twenty or even thirty years. Liberal Capitalism never condoned the practice of Vocations, having abolished it completely during the industrialization of the Western world in the wake of the Enlightenment. The result has led to people pursuing “jobs” where they were unmotivated, unwilling, uninterested, unequipped, and unprepared for what was expected of them because they had nothing driving them except Kapital.

Fortunately for Socialism, the Work-Standard has the capability to discourage the pursuit of work for monetary gain alone. It does so by encouraging the need to pursue “Meaningful Work” from a Vocation that provides someone with a higher sense of purpose in Life beyond the mere act of “earning a living” in the sense of “Meaningless Work.” Only then can one be expected to rise up to the occasion and assume proper leadership roles and to be an example for others to follow. Only then can everyone be expected to work together toward the pursuit of commonly-shared goals that are spiritual, traditional, cultural, ontological, and social. That is the meaning of Economic Socialization (ES) in its everyday contexts within a given work-week.

When the time comes to start issuing Paygrade to every household at the end of every work week, the State relies on the “State Commissariats of Wages and Prices.” The State Commissariats, in addition to their secondary role in helping the State set the Prices of goods and services alongside the national economy, will oversee the issuance of Paygrades to each household among the municipalities of a given region. The Paygrades are issued by mail through the postal service or wired directly to the local branch of a nationalized bank. The former would have been the more practical approach in earlier times, especially since the latter requires the existence of a national Intranet to facilitate the digital transfer of Geld from the State Commissariat to a bank account. The recipient will receive their Paygrade either way.

Assuming if the recipient does not receive their Paygrade, the State Commissariat must maintain a special department to oversee the filing of those claims. This is a possibility that must be taken into consideration, regardless of the method that the State Commissariat had chosen to deliver their Paygrade. The State Commissariat should also wield the power to see to it that such claims are compensated by the State, the State eventually receiving the claims processed by the State Commissariat and paying the amount owed. Defrauding the State of Geld through the abuse and misuse of filing claims will always be a criminal offense.

Any increase or decrease in the amount of Geld intended for Paygrades is a matter of the State that must be overseen by the State Commissariats. The State Commissariats, tracking the Attrition Rate and the Total Economic Potential of the national economy, are constitutionally obligated to adjust the amounts intended for each pay bracket. But before the State Commissariats can make any alterations, the power to control the rates at which any pay bracket receives more or less rests squarely on the State Council and its subordinate regional councils. The State Council reserves the final authority regarding the adjustments of Paygrades, further reinforcing the fact that the issuance of Paygrades is as much a political issue as it can be an economic one from the outset.

This is where Council Democracy is required because the State Commissariats are to be politically governed at the regional level, followed by the national level. If a large number of people in the given jurisdiction of a particular region are convinced that their Paygrades should be increased and, provided there is a justifiable Intent behind this decision, they may be entitled to contact their delegates and have the matter addressed at their regional councils. The State Commissariat for their region will then request the State Council to authorize the readjustment of the Paygrades for its regional jurisdiction, allowing the State to make the necessary adjustments. This of course only applies for one or more pay brackets in that regional jurisdiction, particularly among metropolitan areas with populations in the millions of people. In instances where the Nation as a whole is requesting for changes to the Paygrade Scale, that decision is for the State Council.

The State Council may decide on readjusting the Geld allotted to the Paygrade Scale and its pay brackets. Everyone is entitled to receive an increase in their weekly Paygrades. The State Council will spend an allotted amount of Zeit discussing the matter before eventually voting on whether to approve or disapprove the decision. If a majority agrees to the decision to increase the Paygrades of all pay brackets, then the State Council will have the Head of State sign the changes into law and have the State Commissariats of the nation executing it. Note that the changes will be put into effect in the work week *after* the Head of State signs the decision into law.

A similar procedure does occur for the inverse: the decision to lower the amount of Geld allotted to Paygrades. Again, the State Commissariats are the ones to execute the decision while the regional councils and the State Council itself are the ones that reserve the final authority to approve or disapprove those changes. Even in this case, the decision still needs to be signed into law by the Head of State and then put into effect by the following work-week.

h. Why Vocations are the only Acceptable Source of Arbeit

All Arbeit contributed to the Life-Energy Reserve must originate from one of two sources: either Vocations synchronized with the VCS Economy or from Real Trade Agreements. Any Arbeit that does not come from either or both will never be registered by the Central Bank. The Intent behind the arrangement has multiple justifications insofar as they can range from deterring speculative practices to finding a barometer for the extent of black market activities. However, it should be noted that those are not the only ones, but they can be seen as being the most common. Another less common purpose includes ensuring political-economic representation of all members of the nation and foreigners working on behalf of the Nation under a Real Trade Agreement. This one in particular is hardly taken into consideration under Liberal Capitalism due to the peculiar structure of Parliamentary Democracy and the ideological preference for employers or employees to dictate the wages, up to and including acts of Strikes and Lockouts.

Speculation in Liberal Capitalist financial parlance refers to the act of purchasing something deemed ‘valuable’ and expecting more Kapital from it on a later date. The more expensive the Price of something becomes in the wake of the purchase, the more Kapital can be expected when the time comes to sell it. The practice involves exploiting short-term fluctuations in the Price of something as opposed to the Value inherent within it. Speculation can occur in anything tradable in the Financial Markets, but the most common examples have been real estate, gold and silver, fine art, derivatives, and even foreign currencies. The whole basis is influenced by the Incentives of Supply and Demand.

In case one is unaware, Speculation does have the potential to cause Economic Bubbles and distortions of the true Value due to the Price fluctuations. A “Speculative Bubble” occurs whenever something is overpriced and does not reflect its true Value. And like most Economic Bubbles, Speculative Bubbles assume the form of a euphoric high and a dysphoric low comparable to the use of narcotics. While it is true that Speculation can help Financial Markets adjust Prices based on their Scarcity, there will be possibilities where speculators will distort the true Values by confusing them with their Prices. While this phenomenon is a rare occurrence that can be ‘corrected’ by the Financial Markets, one of the problems associated with Free Trade Agreements and Globalization in particular concerns the sheer ease of importing cheap labor.

The overreliance on cheap labor by Liberal Capitalist has fueled the fears of demographic decline in relation to mass immigration. Nationalistic hostility toward FTAs occurs in appeals against mass immigration and the subsequent displacement of the working class, the advocacy of Protectionist policies and the promotion of domestic production. Such Nationalistic tendencies are favorable to Socialism, especially if the Nationalists themselves are capable of demonstrating a willingness to condone Socialism as being far more beneficial to their own nation than Liberal Capitalism. Another problem introduced by FTAs has been the proliferation of human trafficking and forced labor in Western countries, where people are forced to work against their will for very small amounts of Kapital. Those practices are despicable to both Socialists and Nationalists and that can be a point of coalescence for both Nationalism and Socialism. However, any discussion on immigration and emigration in relation to the Work-Standard is beyond the focus of this Entry.

It must be repeated until it becomes internalized that there is *nothing* Socialistic about Labor Strikes and Lockouts. There is, however, something very Capitalistic about them and the

reasoning behind it will no doubt be controversial but nevertheless understandable from even the standpoint of Marxism-Leninism. Agitating for higher wages and fewer hours in work-week is impractical insofar as such disruptive behaviors do not realize Socialism within the nation-state. Vladimir Lenin understood this, and it became the focus of his *What is to be Done?* treatise. Even Oswald Spengler acknowledged it in criticizing the Capitalistic motivations behind them in *Prussianism and Socialism*.

The reasoning of both men can be summarized as the following. The idea that a multitude of labor unions are ‘competing’ against each other and their employers for the most Kapital makes a complete mockery of Socialism. It essentially repeats the same imagery of speculators at a Financial Market ‘competing’ against each other and the Financial Markets themselves for the most Kapital, which in turn is a perversion of true competition in the economic sense. In fact, the former is influenced by the latter just as the latter is influenced by the former, creating a sort of negative feedback loop. Some labor unions will have more Kapital for themselves before the next Lockout by their employers just as some speculators will have more Kapital for themselves before the next Economic Bubble. The problem here is not a quantitative issue but a *qualitative* one.

In essence, both cases pertain to the issue of two things, “Labor” and “Currency,” being treated as mere Commodities by Kapital. The labor unions agitated for higher wages and fewer work hours on the basis of their Labor. The speculators agitated for higher Prices and fewer risks on the basis of their Currency. No Incentive can explain this pattern of behavior as effectively as an Intent will. On a conscious level, the labor unions were Striking and the speculators did their Shorting on the basis that the Prices of two specific Commodities do not reflect their true Values and are trying to correct them. The employers and the Financial Markets prefer opposing the demands, with the former either causing a Lockout or the latter causing a Bubble that can result in more problems for the rest of the nation. But on a subconscious level, however, this is the Liberal Capitalist definition of what passes as ‘competition’ and Spengler described this behavior best in several specific passages from *Prussianism and Socialism*:

The same style is still apparent today in every English trade company and every American trust. Their aim is not to work steadily to raise the entire nation's standard of living, it is rather to produce private fortunes by the use of private capital, to overcome private competition, and to exploit the public through the use of advertising, price wars, artificial stimulation of the consumer, and strict control of the ratio of supply and demand.

[...]

Likewise characteristic of the Englishman is his overestimation of the importance of capital sums for economic health. The materialist finds it impossible to understand that the English concept of capital is psychologically, and therefore practically (the practical life is, after all, an expression of psychic conditions) different from the French system of private means and the Prussian concept of administrative funds. The English have never been good at psychology. They have always considered their own ideas as logically binding on “mankind.” In fact, all of modern political economics rests on the basic error of equating economic life everywhere in the world with an exclusively English interest in business, and the error is committed even by those who reject the theories of the Manchester School. Marxism, in the very act of negating this theory, has adopted its patterns quite completely. This explains the grotesque fiasco of all predictions concerning the outbreak of the World War; it was said that the collapse of world economy would follow within a few months.

[...]

Work was for [Karl Marx] a commodity, not an obligation. That is the core of his political economics. His ethics were the ethics of big business. Not that business is unethical; but we can read between the lines his opinion that the laborer is a fool not to engage in it. And laborers have understood him. The battle for higher wages became a kind of investment speculation: the worker was now a merchant selling his product, work. The trick about Marx's famous "surplus value" thesis is that it was considered as spoils to be carried off by the successful merchant from the opponent's stores. It was not to be presented to him for nothing. Class egoism thus became a universal principle. The laborers not only wanted to do business, they wanted to corner the whole market. The true Marxist is hostile to the State, and for the very same reason as the Whig: it hinders him in the ruthless exercise of his private business interests. Marxism is the capitalism of the working class. Consider [Charles] Darwin, who was just as important to Marx as [Thomas Robert] Malthus and [Richard] Cobden. Business is conceived of throughout as a struggle for existence. In industry the employer engages in commerce with the commodity "money," while the worker does likewise with the commodity "work." Marx wished to deprive capital of the right to private profit, but the only thing he could think of as a substitute was the worker's right to private profit. That is unsocialistic, but it is typically English.

A recent trend has occurred lately among Liberal Capitalist regimes, especially the US, in the wake of the Coronavirus Pandemic in 2021: the occurrence of "labor shortages." This is not to suggest that there is literally not enough manpower available willing to work insofar as there is not enough Kapital to convince people to risk exposure to recently-evolved Coronavirus strains. The result has compelled employers to raise wages and salaries in order to 'incentivize' employment. At the same time, the unemployed may even be 'speculating' on these wage and salary increases to continue rising, even as Inflation continues to take its toll on Schuld-backed Fiat Currencies like the US Dollar. The behavior is very similar to the earlier example involving Strikes by labor unions and Shorting by speculators. Spengler himself even noted this in the following from *Prussianism and Socialism*:

The economic Darwinism of the Englishman, together with the Marxian two-class system, led to the adoption of the natural weapon to be used in the war between the real merchants and the merchandizing laborers: the strike. By means of the strike, the commodity "work" is withheld from the buyer. By means of the opponent's strike, the lockout, the commodity "money" is withheld from the buyer. A reserve army of workers secures the market for the buyers of money, while a reserve army of employers (labor shortage) does the same for the buyers of work. The strike is the most unsocialistic aspect of Marxism. It is the classical sign of its origins in a businessman's philosophy that Marx adhered to by instinct and habit.

Everything addressed here is indicative of the need for Vocations as stable and sustainable sources of Arbeit for the workforce. A steady source of Arbeit yields a steady source of Geld when the Values of Arbeit and Geld are both kept in governable levels. In the Work-Standard, the State's Financial Regime and the State Commissariats of Wages and Price command the financial and economic powers to decide on such matters. Council Democracy can and will facilitate that ability, something that cannot be achieved through Parliamentary Democracy.

i. Why Vocations need Geld to contribute Arbeit

As bizarre as this may seem at first, Vocations do require specific amounts of Geld from the State in order to contribute Arbeit to the Life-Energy Reserve. Geld is not just needed for paying the workforce of the Vocational Civil Service (VCS) Economy. It is also needed to pay for the tools needed by the Vocations as well as the upkeep and maintenance costs. The State will need to ensure that its Expenses include separate accounts for the costs of equipment and upkeep. That area falls under the joint responsibilities of the accountants and planners.

There is a key difference between specific professions requesting more Geld as part of their Arbeit and those requesting more Geld as part of their Paygrade. The Intent of the former is to secure additional funding for specific activities. The Intent of the latter, however, arises from those who are convinced that they deserve a raise in their Paygrades. The latter Intent is beyond the focus of this SMP Compendium entry. Therefore, the following covers instances regarding formal requests to secure additional Geld from the State by specific Vocations, professions, enterprises, and economic sectors.

To begin, the State cannot be expected to freely allocate any amount of Geld to anyone. There needs to be an Intent, a specific purpose behind the formal request because the State expects results from whoever is issuing that request. Failure to realize this runs the risk of the State condoning embezzlement and defrauding the Nation. Those practices are to be rejected as financial crimes. Anyone engaging in such practices will be punished to the fullest extent of the law.

For those who have legitimate Intents behind their requests, their requests will be processed and conducted on a case-by-case basis. Some cases are more likely to secure additional funding from Geld than others. A good example occurs within the realm of research and development projects. Engineers are designing new technical applications, including the presentation of a potential proof of concept that will eventually become a prototype. When the prototype is proven to be viable for production, there may be opportunities for the State to consider issuing a patent and even manufacture a production model.

Naturally, there will be occasions where the engineers may require additional funding to refine existing prototypes or create newer variants of existing production models. The State can either allocate more Geld to further research and development or simply deny their request. When the State does decide to allocate additional funding, the State is doing so with the expectation that there will be promising results by doing so. It will send accountants and planners to visit the engineers, evaluate their activities through field demonstrations, and report their observations to the State's Finance and Economic Ministries. The Ministries of Finance and Economics must be in close contact with the Ministry of Science. They have to arrive at a decision that involves having the State Council and Head of State give their approval for further funding.

This procedure also applies for governmental bureaucracies and offices within the State's various Ministries. It is even feasible to speak of similar approaches occurring at the State Commissariats and the *Kontor*, the latter being the Work-Standard's alternative to the Financial Market. The dynamics involving the VCS economic model adds an entirely different dimension that needs to be handled with utmost care. The Work-Standard is helpful in illustrating the many subtle nuances behind why Vocations among Economic Sectors will require additional Geld to continue contributing the same amount of Arbeit under the Intents of Command and Obedience.

If it has not been stated already, then it shall be addressed here: *waste, fraud and abuse do not contribute any Arbeit to the Life-Energy Reserve*. Not contributing any Arbeit whatsoever and

demanding for increased allocations of Geld are grounds for scheduled audits by State accountants. Such audits are scheduled whenever the Economic Planners report the Work-Productivity (WP) of their Enterprise as being outweighed by its own Work-Intensity (WI), which does in fact translate the Enterprise operating at a loss. Any signs of growing unproductivity and inefficiency will result in scheduled audits by State Accountants.

It is understandable for one of the problems of economic planning to be inefficiencies and the Economic Planners themselves hiding inconvenient figures with fabricated statistics or doctored figures. Economic Planners in the former Soviet Union and Eastern Bloc have been cited in instances of providing some exaggerated and even incoherent figures, as if to create the illusion of productivity and efficiency. When in reality, they were simply trying to cover up signs of unproductivity and inefficiency, preventing anyone from understanding what was going on in various areas of those economies. This is not to suggest that those problems cannot exist or even affect Liberal Capitalist economies, where those problems will cause Economic Bubbles to burst like in the Japanese Asset-Price Bubble that caused the subsequent Lost Decades.

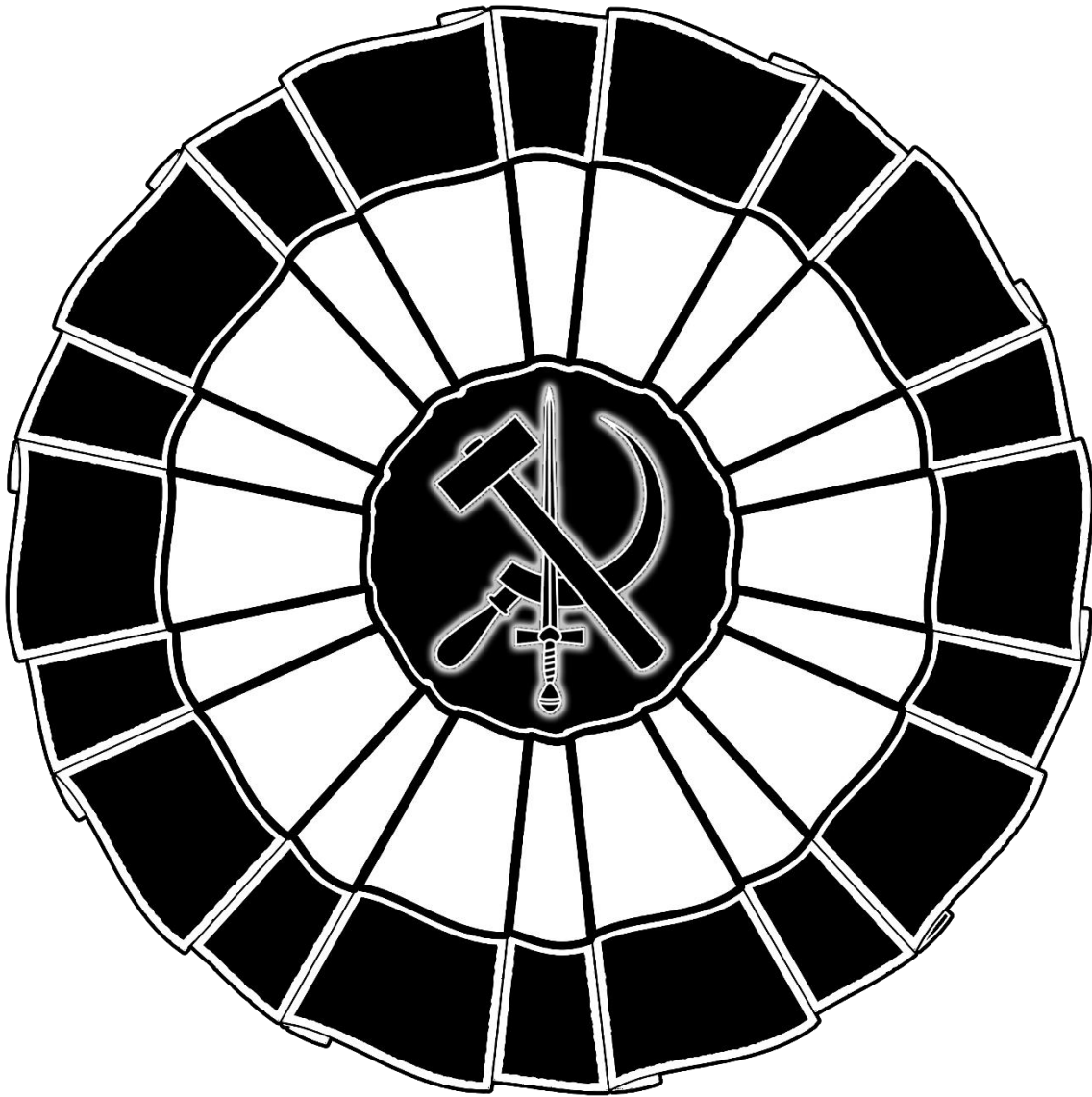
These problems will no doubt be present in the VCS economic model. Economic Planners, while acting as the supervisors of their Enterprise, will be held criminally liable if there is sufficient evidence to provide that they have deliberately been falsifying their records. Anyone caught doing so will be punished by the Council State for financial crimes against the Socialist Nation. Inconsistent figures or signs of inefficiencies will be investigated by the State Accountants and State Inspectors, who are tasked with distinguishing between the authentic and the inauthentic.

Altogether, the Economic Planners, State Inspectors and State Accountants have every Intent from the Totality governing the Council State to ensure the VCS Economy is operating at its fullest, best-possible potential. Economic Planners of every Enterprises, at the end of each work-week, must send their reports to their supervising regional planners, who in turn will send a compiled report to the superior central planners. The State Accountants will determine the Quality of Arbeit and determine how much Geld was generated from various economic activities. And the State Inspectors serve as the intermediaries between the Planners and Accountants, scheduling visits to various Enterprises and socializing with the Planners and others from various Vocations.

Any requests by Economic Planners to secure additional funding will be processed by their accounting office and sent to their superiors in the region. Regional State Accountants and Inspectors are expected to arrive at the premises of the Enterprise and tour the entire facility on a prearranged schedule. The State Inspectors and their retinue of Accountants will be looking to see if every Vocation and their associated Professions and Enterprises have their Work-Productivity (WP) outweighing their Work-Intensity (WI). If the Vocations within an Enterprise are fulfilling the Duties of their profession, and there is a legitimate need to secure additional funding, the Accountants and Inspectors may be able to process their request. By securing additional funding, the Enterprise in question must ensure that there are signs of an increased WP and/or a reduced WI before requesting any further funding. The State itself has a Constitutional Obligation to refrain itself from denying any additional funding to any Enterprise without provocation or justification. But that should never be an excuse for deliberate acts of poor performance at the workspace.

All of these regulations are demonstrative of why the interplay between Arbeit and Geld is affected by the Intent of any Vocation. Every Vocation has an Intent that defines its purpose for existing as part of its civil service to the nation. The economic will is always free under Socialism; how something is done deserves to be left at the discretion of every enterprise. It is only the results of economic activities that will be regulated by the State.

Section four: Political Governance of the Work-Standard



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a. Democracy and the Council State (Pt. 1 of 3)

Economic participation and political participation are closely intertwined with each other. It has been established in earlier entries of the SMP Compendium that the State should be proactive in the Nation's economic and financial realms. The goal has always been the realization of Synchronicity between the State's monetary and fiscal policies. Where there is Synchronicity for the State, there must also be a similar Synchronicity for the people in the form of political-economic participation in the everyday affairs of the State. The growing complexities and intricate organizational structures of contemporary nation-states in the Western world alone necessitate the need for the people to be involved.

"Democracy," within the context of Western Civilization, differs immensely from how it was understood by Greco-Roman Civilization. While the fundamental disadvantages like Demagoguery and Factionalism are still shared by the Greco-Roman and Western conceptions of Democracy, the Western version has nuances that are tied to what the Western world has been and continues to be. Unlike the Athenian Democratic or Roman Republican styles of governance, Western Civilization remains stuck between two distinct models of democratic governance. One version of Democracy favors a "Delegative Model" where the legislature acts on the will of the people who elected them. The other version upholds a "Representative Model," which differs by allowing the legislature to act on their own accord as part of a political party and sometimes without the considerations of the constituents.

This divergence on political representation has been going on since the height of the Enlightenment in the 18th century. The result has led to the development of two opposing models of Democracy. The Delegative Model created "Council Democracy" (Councilor Governance), whereas the Representative Model yielded "Parliamentary Democracy" (Parliamentarian Governance). Socialism is generally associated with Councilor Governance. Liberal Capitalism advocates for Parliamentary governance as part of its concurring support for Presidential Republicanism or Constitutional Monarchism. Despite both being considered types of Democracy, Council Democracy and Parliamentary Democracy function on a different set of parameters that reflect their affiliations with Socialism and Liberal Capitalism respectively. Knowing those distinctions is crucial for any serious application of the Work-Standard, its Vocational Civil Service (VCS) model of Planned or Command Economies, and its MTEP (Mission-Type Economic Planning). The economic organization that the Work-Standard relies on is correlated to its compatibility with Council Democracy.

Organizational Hierarchy

Councilor Governance has the people politically and economically organized at the local level first. Unlike Parliamentary Governance, which relies on the Constituencies being organized by electoral districts, constituencies are organized according to their Professions, Enterprises, Industries, and Economic Sectors. What that means is the Constituents are often members of a local branch in a State-sanctioned Labor Union or a community-organized Guild who elect somebody among their ranks to delegate on their behalf. This Delegate and his counterparts are State Functionaries who represent their peers as part of a plenary assembly at their local council.

From those local councils, somebody else is elected among them to delegate on their behalf at the regional council, where the process repeats until the national level at the State or Supreme Council. As Delegates, these State Functionaries must speak on behalf of the interests of their Constituents, who reserve the final authority to recall them if necessary. They are capable of

serving in the legislatures, in the executive, and in the judiciary. There is no formal Separation of Powers, where no one branch of government is capable of being more powerful than the other branches. The justification is due to the inherent specifications of the Delegative Model being characteristic of Council Democracy. The problem with the Separation of Powers is that it assumes that the power of a government position is tantamount to laying the groundwork for Tyranny. Unfortunately, the reality is that it matters greatly as to who is occupying that position rather than what the position is or why it exists to begin with.

By contrast, Parliamentary Governance has the people organized into electoral districts that have the choice of voting for political parties as the opposition or as the ruling government. These parties are meant to represent specific sections of a “Civil Society,” where most political and economic concerns are considered to be independent of each other. Private business interests, lobbyists and donors, and those wealthy enough to subvert the legislative process are more likely to sway the outcomes of legislative processes because Parliamentary Governance condones such behavior as perfectly mundane. An electoral cycle is employed alongside term limits to ensure that there will an ostensible number of different personalities and different styles of governance. Even so, these personalities and the styles of governance which they employ once in power are still beholden to the parties—or more precisely, the donors and corporate lobbyists—supporting them.

The Parliament organizes the legislators, the “Members of Parliament” (MPs) or “Members of Congress” in the American case, on a Left-Right Political Spectrum. Everyone on the “Left” reflects the Egalitarian tendencies of Liberal Capitalism, everyone in the “Center” is its Fraternal tendencies, and everyone on the “Right” is its Liberal tendencies. As a reflection of the Enlightenment, the Left will favor faster Progress toward Liberal Capitalism while the Right is inclined a slower implementation of Progress. Anyone who opposes this Progress in general is often considered to be on the “Far-Left” (if they are convinced that the people’s livelihoods will suffer) and the “Far-Right” (if they are convinced that the people’s traditions will suffer).

Unicameral versus Bicameral Legislature

Councilor and Parliamentary Governance can be Unicameral or Bicameral, but how they go about becoming either is where they differ:

In the State Council, it is common for the legislature to be unicameral. However, it is also possible for the legislature to be bicameral, where the State Council establishes an advisory group guiding the decision-making of the Head of State. This advisory group differs from the Cabinet or “Council of Ministers” who serve under the Heads of State and Government by leading the various ministries of the central government. They are in many respects reminiscent of the old Courts of Monarchs who had once ruled the Western world prior to the Enlightenment.

In a Parliament, the norm is for the legislature to be bicameral by having a Lower House and an Upper House. The Lower House comprises of the representatives elected by the people at the national level. The Upper House are similar to the advisory group on legislative matters, but they are often appointed in the case of Constitutional Monarchy or they are elected as in Presidential Republic. In both cases, these advisors do not serve the interests of the Heads of State and Government and may instead further the interests of their own Constituents, parties and special interests as demonstrated by the Senate of the American Congress.

A bicameral Parliament will maintain a number of Committees and subordinate Subcommittees in its Lower House or both Houses. These Committees will be associated with a specific set of issues that are of concern to the nation-state. The Subcommittees are more specialized variants of the Committees, focusing on more specific tasks that pertain to broader

fields of interest. It is particularly under those conditions that lobbyism and favoritism tend to proliferate among the Committees and Subcommittees because what goes on there is of no concern to the rest of the Parliament until a new proposed bill is allowed to materialize.

All of these factors can be traced back to the notion of the Separation of Powers. The Heads of State and Government in a Parliamentary Democracy and the Upper House do not necessarily have to be supportive of each other's interests or even the national interest. It can be argued that the differences found in Parliamentary Democracy are related to the prevalence of the Division of Labor within the economic realm. The Separation of Powers in this sense can be seen as complementary to the "Separation of Church and State" and "Separation of State and Economy."

The Heads of State and Government

The Head of State under Councilor governance can be appointed on an elective basis by a "Supreme Council" (as a much larger variant of the 'State Council') like in the Soviet Union and the PRC or they can be appointed on a hereditary basis as in the cases of Cuba and the DPRK. The procedure bears close resemblance to the Prince-Electors who formed the old Electoral College in the German Reich and the Sacred College of Cardinals of the Vatican. In all six cases, there is always the existence of a central body of electors who appoint the next Head of State (and in the Catholic Church's case, the next claimant to the Papacy). In the case of the Catholic Church, the appointment of the next Pope in a papal conclave is a lifetime decision. A similar trend also exists in the appointments of the next "Supreme Leader" in the DPRK and in the Ayatollah's Iran.

Unfortunately, the American Electoral College in its current form under the Liberal Capitalist influences of Jeffersonianism and the Democratic-Republican Party does not qualify for this definition. The problem is that the States that constitute the American Union and the central committees of political parties hold an unfair sway over who is allowed to be the Electors. The Electoral College, as Hamiltonianism and the Federalist Party envisaged it in *The Federalist Papers*, was actually meant to be organized by the Federal Government rather than the States themselves vis-à-vis the parties. In essence, the electors are meant to be 'Federal Electors' involved in the affairs of the Federal Government. All of the problems related to that Electoral College, from the 1800 and 1876 Presidential Elections to the 2000 and 2016 Presidential Elections, are tied to the electors themselves being beholden to the interests of their States and the parties. This is the same reason why US Presidential Elections have an "Electoral Vote" and a "Popular Vote," with the Electoral Vote deciding who becomes the next President of the United States.

The Head of State under Parliamentary governance is often elected by the people as either part of a political party or else as an apolitical independent. In Liberal Capitalist regimes like the United Kingdom or post-1945 Japan, the Head of State is usually a Monarch who has little or no authority on the political-economic affairs of the nation-state. At best, they are considered as nothing more than ceremonial figureheads. Regardless of whether the Head of State is elective or hereditary, their involvement in the government is minimal and this is indicative of Liberal Capitalist ideology's rejection of proactive governance in political and economic realms. The real political decision-making is conducted by the Head of Government as the Prime Minister and the Parliament itself, in addition to whoever is backing them as constituents and lobbyists.

Furthermore, the Head of Government under Councilor governance is tasked with leading the State Council within legislative procedures. It also serves the role of ensuring that the Head of State's decisions and authority are exercised as national policy through the coordination of the Cabinet and the State Council. The Head of Government can potentially become more influential and wield greater clout than the Head of State in political-economic policies under Councilor governance as opposed to Parliamentary governance. Such a personality figure under

Parliamentarian governance tends to occur more often under Constitutional Monarchy, where the Head of State exists as a figurehead. In a Presidential Republic, however, it is often the Head of State who receives the most attention and influence.

Everything described here are the fundamental differences between Council Democracy and Parliamentary Democracy. Granted, these should not be considered to be the only ones as the two versions have their subsets and their own peculiar methodologies in formulating and executing political-economic policies. Certain nuances do in fact exist in Councilor and Parliamentary Governance, including discussions related to “People’s Democracy” among the Eastern Bloc countries and the “People’s Democratic Dictatorship” of Maoism. A detailed discussion on the procedural rules of the Council Democracy and why it is necessary for the Work-Standard to function as intended is in order for the next two Entries.

b. Democracy and the Council State (Pt. 2 of 3)

It is a common misconception by Liberal Capitalists to accuse Council Democracy of promoting “Democratic Backsliding” or “Illiberal Democracy.” Claiming to wield a virtual monopoly on Democracy as a political concept in the economic sense, they perceive any deviation from Parliamentary Governance models as indicative of gestures toward a ‘tyranny.’ They will always accuse Councilor Governance as being ‘draconian,’ ‘authoritarian’ (as opposed to authoritative), or totalitarian.’ The Liberal Capitalists use these accusations to get the politically naïve into never considering Councilor Governance in order to maintain their economic monopoly on the concept of Democracy. It must be stressed to the point that it becomes coherent that Council Democracy relies on a very different methodology in terms of how democratic motions and procedures are conducted under Socialism. Assuming the Socialist regime does not perceive itself as being threatened by foreign nations and does not become too complacent, Councilor Governance has less tolerance for the Populism and Demagoguery of Parliamentary Governance.

One of the more common misconceptions spread by Liberal Capitalists about Councilor Governance is that it will lead to a ‘one-party state’. This claim is not entirely true insofar as there are historical and contemporary cases of Socialist regimes having multiparty political structures and a “People’s Party” commanding a majority of the central government. The People’s Party, be they Communist, Socialist or otherwise, is the ruling party of the State and the one that has the most influence on most domestic and foreign policies. Serving alongside them are various smaller parties that cater to specific factional interests in the country. Key examples have been most of the Eastern Bloc countries, the PRC, the DPRK, Cuba, and Venezuela.

Another misconception from Liberal Capitalists is the claim that Councilor Governance under Socialism will eventually devolve into an autocratic tyranny comparable to Absolute Monarchy. The origins of this claim can be traced back to various people favoring Parliamentary Governance. The personalities since the Enlightenment have varied from Thomas Jefferson, James Madison, James Monroe, Alexis de Tocqueville and John Dalberg-Acton, 1st Baron Acton to more recent ones such as Friedrich von Hayek, Karl Popper, Timothy Snyder, Fareed Zakaria, Timothy Garton Ash, William F. Buckley Jr., Bill and Irving Kristol and Robert Kagan. Basically, anyone and everyone who advocates for a Market/Mixed Economy will also be advocating for Parliamentary Governance to be presiding over Liberal Capitalist domestic and foreign policies. Within foreign policy, it is natural to eventually encounter the same recurring memes propagated by these personalities and various others.

This is not to suggest that historical and existing Socialist regimes have never considered the possibility of tyranny arising from a Head of State wielding absolute power. Contrary to the centuries of Liberal Capitalist propaganda since the Enlightenment, Socialists and Communists alike have addressed similar concerns about this possibility and developed their own responses. For Socialism, the historical encounters with the governance of Josef Stalin and Adolf Hitler have led to the post-1945 conceptualization of variations of “Collective Leadership.” The concept itself bears similarities to the “Subsidium” of the Ancient Roman military, the “Auftragstaktik” of the Prussian armed forces, and the “Subsidiarity” of Roman Catholicism.

All of those examples demonstrate mindfulness toward excessive centralization by already centralized hierarchical structures concerned by the possibility of a Head of State wielding absolute power. The Ancient Romans employed theirs during the various wars they fought, the Catholic Church as a result of the reign of various Anti-Popes and Schismatics, and the Prussians

implemented Auftragstaktik as a consequence of the Battle of Jena in the Napoleonic Wars. In the case of Collective Leadership, it argues that power should be diffused among the members of the Party Central Committee or Politburo. The real point of contention, as the Soviet lessons of OGAS and Perestroika under Leonid Brezhnev and Mikhail Gorbachev can attest, is where to find the proper balance of power so as to avoid petty factionalism in the central government.

Furthermore, the taxonomy and composition of Councilor Governance can be affected by whether the nation-state abandoned Liberal Capitalism recently or not. Nation-states that decide to abandon it, regardless of how they chose to do so, will emerge as a “People’s Democracy.” A People’s Democracy refers to a subset within Council Democracy from Marxist Theory that describes a nation-state transitioning away from Liberal Capitalism toward Socialism. The central government will have a People’s Party and the various smaller parties that had formed a “**Popular Front**,” which is Councilor Governance’s equivalent to a “coalition government” under Parliamentary Governance. Popular Fronts are realized whenever the People’s Party forges an alliance of commonly-shared national interests with various parties who do not necessarily have to share its interpretation of Socialism. Since the parties of People’s Democracy tend to come from various interests within the country, anyone who does not wish to commit sedition and overthrow the State is more than welcome to create one.

And even if the People’s Party is not Marxist-Leninist, it should at least try to govern the nation-state according to “**Vanguardism**.” Those who are called to lead by God, Vocation, talent or initiative must strive to become a role model for Socialist Nation. They might need to be given a Constitutional Obligation and Intent of demonstrating the willingness to be proactive participants in the democratic process and the direction of governmental policies that affect the nation-state, including fiscal and monetary policies. Councilor Governance was never intended to be an Aristocracy of Blood & Wealth or Blood & Soil, Jus Sanguinis and Jus Soli respectively; it is a true “**Aristocracy of Achievement and Rank**.” Even those related to the political leaders of the State by blood are still applicable to the same criteria as everyone else.

By adhering to the ideal of an Aristocracy of Achievement and Rank, the central government is capable of conducting Democratic Centralism under Councilor Governance. Democratic Centralism stresses the need for everyone to participate politically and economically in the affairs of the nation-state. Proposed policies are delegated from the most local of councils and eventually addressed at the State Council itself. There will be discussions of political-economic questions, time allotted for dissenting viewpoints, collective and periodic decisions, provisional and policy-making debates, reports from subordinate councils. When the State Council decides to vote on a policy, a majority vote is needed for it to be approved.

Once a decision has been made, everyone is expected to carry through with the decision. There is to be no objections and protesting of a policy after it has been decided upon. The reason for this is to ensure that the State Council will carry out the will of the Totality, seeing to it that the Head of State signs the proposed policy into law or even veto it.

The legislative procedures carried out in Council Democracy is different from the Parliamentary Governance model. Parliamentary Democracy suffers from the tendency to exacerbate the problems of “Filibustering,” “Government Shutdowns,” “Furloughing” of civil servants, “Hung Parliaments,” “Divided Government,” “Polarization,” and “Gridlock” among the various parties. All of those are problems distinctly related to the manner in which Parliamentary Democracy organizes its own Legislative Branch. Granted, since no political-economic system is guaranteed to be perfect, there are a number of potential complications in any serious application of Council Democracy that will require proper responses.

c. Democracy and the Council State (Pt. 3 of 3)

There are a number of potential disadvantages that may arise while conducting any serious implementation of Councilor Governance. Council Democracy, despite overcoming much of the shortcomings with Parliamentary Democracy, still has its own set of disadvantages to offset. These disadvantages are inherently tied to the flaws found in all variants of Democracy as a political concept. The challenge for any Council Democracy is trying to avoid them while at the same time mitigating the ones which cannot be avoided. Below are a number of known examples documented by the Communist movement since the 20th century and are applicable to anyone interested in realizing Socialism with the Work-Standard.

First, there is a possibility that “Unity of Action,” a strong suit of Councilor governance, could be mistaken for “Unity of Thought.” The unanimous decision to pursue any particular goal does not necessarily have to entail everyone devolving into a herd mentality like in Parliamentary Governance. What matters far more is whether or not people actually have the same set of common interests in the pursuit of mutually-shared goals. It is alright for people under Councilor Governance to propagate their own views and perspectives if they are polite, courteous, sincere and honest about offering constructive criticism. Helpful dissent from sympathetic orientations like Nationalists, Traditionalists, Communists, and non-Marxist Socialists should be considered.

This problem arose as a consequence of the Soviet Union’s application of Council Democracy in its early years. In order to consolidate power after the Russian Civil War and implement New Economic Policy (NEP), the CPSU had to crack down on dissent. The Bolsheviks’ motives were partly driven by the 1919 US military intervention in Siberia under the Jeffersonian presidency of Woodrow Wilson, perpetuate the Class Struggle, and prevent the pro-Czarist White Russians from continuing hostilities. While it may seem like a minor issue, the wartime experiences had resulted in later Communist applications of Councilor Governance to resemble a mimicry of Soviet experiences. Communist Parties in other countries since the 20th century have conflated meaningful constructive criticism with subversive dissent, creating a social environment where actual debate and sympathetic viewpoints are seldom allowed. For other Communist Parties, this was partly driven by the fear that it could lead to petty factionalism and the tendency to treat Unity of Action as an end for its own sake rather as a step toward achieving Socialism. The result is the loss of potential opportunities for them to form meaningful “United Fronts” with others who may not necessarily agree on the tenets of Scientific Socialism, but who nonetheless share their common interests and especially their opposition to Marxism-Lutheranism.

The problem there is not whether dissenting viewpoints should be allowed or not. Rather, it is the question of whether meaningful constructive criticism is acceptable or unacceptable. There is a real difference between people wanting to revive Liberal Capitalism and those seeking to address certain flaws in governmental policies. It is a matter of whether the People’s Party, the ruling party that is implementing Socialism, can distinguish constructive criticism from dissent.

Second, avoid discouraging independent critical thought and discussion within the People’s Party. Councilor Governance excels at letting people to speak out against or speak in favor of anything by addressing them in a public forum. Creative, innovative and unconventional approaches to implementing Socialism must always be allowed, otherwise any serious effort will devolve into bureaucratic inefficiency and overdependence on party leadership for key decisions. Those who demonstrate the potential to offer more practical ways of realizing Socialism should be heeded and the same must also be true for those who warn of impending catastrophes with

incontrovertible evidence on their side. The challenge here is as much an issue with the education and character of the youth, in addition to being an organizational hurdle for the People's Party.

Third, superiors must stress their subordinates to always take the initiative and be ready to accept responsibility and criticism when something goes awry. For Socialists, the tendency toward not reporting on future problems or failures is a human error no different than the Liberal Capitalist tendency toward the same trends under Parliamentary governance. The real difference is that, unlike the Liberal Capitalists, the error will not stem from discussions revolving around the question of Kapital. Rather, it will be the result of people being afraid of party leaders and their peers accusing them of being disloyal or defeatist. The consequence is greater dependency on the decision-making of the leadership, who may not necessarily know all the answers. It all boils down to the question of whether there is any trust between superiors and subordinates in understanding the Intents of Command and Obedience.

Fourth, all superiors and subordinates alike must be held accountable for their actions. Nobody is above the rule of law. Council Democracy, like Socialism, relies on the Intents of Command and Obedience rather than the Incentives of Supply and Demand. Orders from the superiors are to be carried out with the superior's Intent in mind and can be disregarded once new orders arrive or there is a change in social conditions. The same can be said for any orders from the subordinates. Since there is always the possibility that some orders will be more unrealistic than others, it is possible for superiors or subordinates to disobey them if they act on the Intent, rather than simply what is written on the fine print.

Fifth, if it becomes absolutely necessary to disobey orders, be aware of the differences between "Explicit Intents" and "Implicit Intents." Council Democracy facilitates the presences of both as political realities which need to be taken into consideration. Remember, an "Explicit Intent" refers to any Intent that is publicly stated anywhere from the smallest of local councils to the State Council itself for everyone to think, discuss, and act upon. It often takes on the form of verbal and written statements, doctrines, or gathered from the questioning and answering portion of the political process. Explicit Intents are always be reiterated by everyone.

Implicit Intents, however, are those non-verbal and unwritten expectations between the superiors and their subordinates. They are more subtle and nuanced than Explicit Intents insofar as they arise over a longer period of Zeit, can arise naturally under Socialism, and are influenced by Socialization in the Socialist sense. An Implicit Intent manifests itself in the style of governance demonstrated by the superiors (or in this case, the party leadership) according to their worldview, upbringing, expectations, experiences, ethics, social norms and values, moral compass, creativity and tolerance of unconventional ideas. It even arises from how governmental policies, laws and concepts of political-economic practice are carried out under Councilor governance. Any Implicit Intent can be ascertained through Socialization and engaging in dialogue with others.

Those are some of the well-known flaws that can be expected under Councilor governance. It is noteworthy that cults of personality or factionalism have not been covered in the final portion of this three-part series on Council Democracy. Although petty factionalism and personality cults have been well-known historical cases, they can also be found in Parliamentary governance as well and there have been various historical and contemporary cases. They are problems inherently related to the political concept of Democracy in general, rather than flaws specifically tailored to either Councilor or Parliamentary Governance per se. Thus, they will need to be covered in future Entries related to the conduct of political statecraft under Socialism in the SMP Compendium.

Even so, the significance of the three-part series on Council Democracy and its importance to Socialism raises implications on the impact of the Work-Standard. The Work-Standard itself

introduces a whole new dynamic to the role of Councilor governance and the effects deserve to further study as being more indicative of political, as opposed to economic or financial, phenomena. One obvious example pertains to the conceptualization of a methodology designed to discern between dissenting viewpoints intended to help the People's Party and those seeking to hinder any serious efforts toward realizing Socialism. Therefore, it begs the question: *Is there a possible heuristic device for anyone under Councilor governance to discern between those who can contribute constructive criticism and those seeking to derail Socialism?*

D. On Direct Orders

The following Entry covers the concept of issuances of commands as Direct Orders under Liberal Capitalism and Socialism, including how their opposing economic lives impact the political and social lives of any nation. The topic to be addressed are the Constitution, Legal Code, and the functions of government, the capital and major cities within the nation. Since the rest of humanity is so thoroughly Westernized at this point in world history, what will be covered here should be familiar to the daily life of the reader. Everything discussed here is mostly Western in origin due to the centuries-long Westernization of the rest of the world by the Europeans and eventually the Americans. Much of their efforts were not entirely economic or even political; they were also technological as in smartphones and Internet and cultural as in the proliferation of Western “Pop Culture” and “Subcultures.” Other influences will appear in the legal jurisprudence as a reflection of the affected country’s colonial past.

The first visible signs of any Civilization, be it Western Civilization or another Civilization, is to pack one’s luggage and visit its cities. Every nation-state in the early 21st century has most of its population living in the capital, in major cities or at least among the larger rural towns surrounding them along major highway roads and rail lines. In the English-speaking world, rural and urban areas are connected by the presence of special locale called “Suburbia.” In the German-speaking world, however, the concept does not exist in the German language because there never was a proper equivalent for German speakers to describe this spatial demarcation.

For the Western world as a whole, the changeover from Western Culture to Western Civilization has witnessed the centuries-long development of towns into cities, cities into metropolises, metropolises into world-cities. It is to be expected that vast swathes of the countryside will look increasingly depopulated under Liberal Capitalism. This has resulted in entire towns being abandoned as young people search for Meaningless Work to earn Kapital in the cities. What passes as ‘overpopulation’ is in reality the difficulty of affordable residences because of Rents and Mortgages. Granted, while a similar process can occur under Socialism, that remains dependent on the overall extent of Liberal Capitalist ideology’s subversive influences on the national economy as in the case of the PRC. A Planned/Command Economy, if it is not yet industrialized, may require the creation of new cities overnight to facilitate manufactories. Since much of the Western world is already industrialized, despite Deindustrialization, there may be fewer chances for a depopulation of the countryside to occur; the only exception is of course a breakdown in the Total Mobilization of Production.

This specific development in World History is a distinctly Western phenomenon, introduced to the rest of humanity by the old European colonial empires of the 19th and 20th centuries. One can encounter elements of this phenomenon in the centers of most major cities, where it is commonplace to find high-rise skyscrapers dotting the skylines and tall towers broadcasting radio, television, telephone, Internet and WIFI signals. Automobiles navigate the streets, the sidewalks clogged with countless scores of pedestrians crossing those same streets.

What is genuinely concerning about the latest phases of this developments have been the concentrations of economic and financial powers in the capitals of most countries. It is noticeable in places like Washington DC, London, Paris, Brussels, Berlin, Rome, Madrid, Moscow, Seoul, and Tokyo. Sometimes, one may find the other cities to be de-industrialized and the countryside becoming gradually depopulated, and whole towns literally abandoned. The trend is correlated to the extent of so-called ‘Financialization’ under Liberal Capitalist Financial Regimes, where the proliferation of Kapital is closely tied to the rising amounts of Sovereign Schuld.

It is in the national capital of those regimes that Kapital tends to become more entrenched due to the presence of their central banks. These central banks are also well-known for their constant interactions with the financial markets within major centers of Western finance such as New York or Frankfurt. And while the center of political power is also concentrated at the national capital, the real centers of economic power are dispersed across other major cities, which can be helpful in discerning the extent of deindustrialization in any nation-state. Do note that certain cities like St. Petersburg and Moscow, Beijing and Shanghai, Hong Kong, Macau, or Singapore are not being covered here. St. Petersburg, Shanghai, Hong Kong, Macau, and Singapore are all cities historically known for allowing the Westernization of the lands beyond the Western world itself.

The manner of this kind of political-economic-financial-social organization does pose major implications for Socialism and the Work-Standard in particular. Is it possible to envisage the center of political power remaining at the national capital and the centers of financial and economic power to be dispersed across different cities? That the Central Bank of the Socialist Nation stays in the national capital, but the Kontore and the State Commissariats are evenly dispersed across different regions of the country? And that the same can also be said for various industries, the inspectors of national economy, the economic planners and their accountants as part of MTEP (Mission-Type Economic Planning), provided there are reliable transportation systems and secure, encrypted communications? If those questions are all true, then the Socialist Nation is more able to minimize the damage inflicted on its cities in wartime from enemy aerial bombings and cyberattacks as well as reduce traffic congestion, overcrowding and urban sprawl in peacetime. That will save the Socialist Nation precious Geld in upkeep costs, save lives, allow everyone else to receive a higher Paygrades, fewer taxes and no toll roads.

More importantly, a distinct manner of administrative organization can come into being because of the Work-Standard peculiar issuance of Direct Orders under the Intents of Command and Obedience. A “Direct Order” under the Work-Standard ranges from political and legal to economic and financial. Politically, it can be the issuance of Directives from the Head of State or potential laws passed by the State Council and signed into effect by the Head of State. Legally, those are the Constitution of Intents and Obligations and the Legal Code of Duties and Rights. While the latter ties in with economic way of living, the financial equivalent in the forms of NSFIs.

Direct Orders may affect the Totality, the Church, the State, the Class/Estate, or the Individual/Self, essentially one or all of the sociological categories described in “State, Totality, and Self” from Section One. Further distinctions emerge when somebody raises the question of their lawfulness or their unlawfulness. While some laws are necessary like legislation mandating all motorists to wear seatbelts and not exceeding the speed limit, there are other laws which are unnecessary by operating according to the Freedom-Security Dialectic of Liberal Capitalism.

There are certain laws among the States of the American Union that are as absurd as they were also arbitrarily passed as part of a Parliamentary Democracy. Any law passed arbitrarily will find immense difficulty justifying its own existence under Council Democracy. Council Democracy will have an easier time judging the merits of whether a certain law should continue existing, depending on how well educated the Totality is on why any law is supposed to exist. This can be done as early as someone’s early adult years, specifically during their school life. Even so, it is still up to the teachers and parents to ensure that the next generation will be raised into upstanding, law-abiding adults in the State of Total Mobilization.

In the previous century, it has often been asked among economists as to whether the Market/Mixed Economy or the Planned/Command Economy represent more natural and organic models of economic life than the other or vice versa. Arguments and counterarguments were made

on the basis of ideas from the 19th century. Today in the 21st century, people are beginning to know better. The Market/Mixed Economy remains more fixated on whether there can be any market for Nature itself, even in the midst of environmental degradation, resource depletion, and Climate Change. Meanwhile, the Planned/Command Economy is now being asked on whether the power over Nature itself comes with its own set of Command Responsibilities. Just as Command Responsibility entails superiors being held criminally liable for illegal acts committed by their subordinates in wartime, the same has yet to be ascertained within peacetime contexts.

The next four Entries will cover those implications by focusing on the legal system and the educational system. Even Socialist countries have their own judiciaries and not every act decided by the courts is going to be too politically motivated, outside of some high-profile cases. The need to educate and instill within the youth the traditions, cultures, social customs and norms, and love of their nation are all Socialistic values unfortunately absent under Liberal Capitalism. If the State under Socialism had found difficulties previously, the State will find an easier time upholding its Constitutional Obligations to young people, the Totality's future.

e. A Constitution of Intents and Obligations

The Head of State is the First Servant of the Socialist Nation. In Council Democracy, they are to be elected by means of an Electoral College or any comparable electoral body. Either they serve two consecutive five-year terms or they are allowed to rule for the duration of their lifetimes. The latter is permissible under special circumstances such as in wartime, where there is the genuine need for coherent, consistent leadership. Governing the everyday affairs, the Head of State is expected under the Constitution to sign or veto proposed legislation into law, ratify international treaties, grant pardons, amnesties and reprieves, appoint members of the Cabinet and General Staff of the Armed Forces, issue high-tier awards and diplomatic letters of credence to Ambassadors.

The Cabinet serves as the “Council of Ministers” as the heads of governmental ministries. Each Ministry corresponds to a specific facet of everyday life. There can be Ministers for Agriculture, Economics & Industry, Finance, War, Education, Social & Family Policy, Foreign Affairs, Interior, and others. Also included are the head of the General Staff of the armed forces, the chairperson of the Central Bank, the directors of intelligence and national police forces, and commandants of economic planners and state commissars. These government officials constitute the organizational composition of the Council of Ministers, their commissioning approved by the State Council. The Head of State is permitted under the Constitution to appoint a Head of Government from an approved pool of candidates provided by the State Council. The Head of Government is the one who will not only govern the affairs of the State Council, but they will also be translating governmental policies into action.

The Constitution of the Socialist Nation is to be written in a manner that it explicitly states the Intents of what is to be expected of the State, the Totality, and the Self across every facet of everyday life. Whatever is written will be conveyed as an “Explicit Intent” for future generations that they are unconditionally bound to uphold. However, the literal wording or how to interpret the text is unimportant; *what really matters is what the Nation intends to do with their Constitution*. Put into practice, the Constitution needs to be broad enough to let the State, Totality and Self act decisively as well as be strict enough to convey the purposes of their own actions. Complacency and inaction are far worse than errors in the choice of means.

New Amendments to the Constitution should be done sparingly as an overabundance of Amendments will undermine the Constitution’s ability to convey its original Intents, confusing and frustrating the State, Totality and Self on what is expected of everyone. Worse, it also sets the future constitutional precedent for limiting the freedom of action for the State, Totality, and Self. If this sort of reasoning happens to be familiar to the American reader, this is the genuine concerns of Alexander Hamilton toward the Bill of Rights from *Federalist Paper No. 84*.

It does matter greatly as to what the Nation intends to do with their Constitution. Hamilton’s concerns cannot be understood in their original historical context without realizing that wherever the Constitution provides an Explicit Intent for each Article, Paragraph and Section, there is also an “Implicit Intent.” Implicit Intents are seldom conveyed by written, audiovisual, or oral instructions. They originate from the ethics, social customs and norms, tradition, culture, history, worldview, and language of the people who constitute themselves as citizens of that nation. Everyone develops their inward self-awareness of Implicit Intents during their formative years when they were children and adolescents. As they get older, during their secondary and tertiary educational years, these Implicit Intents will affect how they interpret the Constitution and the Legal Code of their nation. Anyone can vocalize an Implicit Intent by asking their peers and

superiors questions about the Constitution and the Legal Code, and everyone else can draw their own conclusions from those responses.

There are four ways in which an Implicit Intent can become an Explicit Intent. It can be externalized by verbally or literally expressing their Implicit Intents and letting those words be their interpretation of the Constitution. This is evident in *The Federalist Papers*, especially when one begins postulating over whether there are conflicting interpretations of the US Constitution between Hamilton and James Madison. Since John Jay, the third author of *The Federalist Papers*, wrote only five of the eighty-five Federalist Papers, an argument can be made that two different Implicit Intents are being conveyed by Hamilton and Madison. One is describing the United States as a Council Democracy, the other as a Parliamentary Democracy. This discrepancy is an example of an Implicit Intent being internalized as one addresses those two Implicit Intents, trying to understand their deeper motives and historical contexts.

With Socialism, there are two additional Implicit Intents. One can socialize with their peers, get together somewhere and discuss about those same motives and historical contexts behind why the US Constitution was ratified in the manner that it is. That also extends to why there are twenty-seven Amendments, ten of which form the Bill of Rights, and why there have been tens of thousands of failed attempts to implement a twenty-eighth Amendment. The decision to establish a dialogue on why this is the case with the US Constitution is the fourth Implicit Intent insofar as one is expressing their interpretation of the Constitution to their peers.

Complimenting both Explicit and Implicit Intents are the Obligations to State, Totality, and Self. An Obligation refers to specific actions which are required of every citizen. The existence of any Obligation relies on an Explicit Intent of why something needs to be done. How that Obligation translates into actual laws passed by the State Council and signed by the Head of State can also be affected by an Implicit Intent becoming an Explicit Intent.

A good analogy of why this phenomenon would occur is in Immanuel Kant's concept of "Perfect Duties." There are certain actions in the life of any citizen which are unconditional and binding and thus need to be done in the specific manner they were issued. One example of an Intent being connected to a recurring Obligation within the SMP Compendium is the "*Constitutional Obligation in the Service of All for All*." Every Self serves the Totality and the State, the Totality serves the Self and the State, and the State serves the Totality and the Self. Everyone is free *and* called to serve as part of their Vocation under the rule of law. If anyone cannot find a Vocation, the State is obligated by law to help them realize their Vocation or provide them with Meaningful Work. However, there are also "Imperfect Duties" that one is not morally and legally bound to uphold in a specific manner. Those Imperfect Duties can be done at one's own discretion, allowing the Self to decide whether they are worthy of upholding them.

The significance of Perfect Duties will no doubt affect how the Constitution is enforced and how specific laws are implemented based on the Intents and Obligations therein. Where the Imperfect Duties apply is within the legal realm of the Duties and Rights that form the Legal Code of the Socialist Nation. Every Vocation features its own distinct set of Duties and Rights. There are certain actions which are to be expected from someone's participation in a Vocation and there are general guidelines regarding their everyday activities. If a Vocation does what is expected of its existence in the VCS Economy, how somebody carries out the daily assignments will always be left at their discretion unless otherwise stated as part of their Duties to that Vocation.

f. A Legal Code of Duties and Rights

Everything up until this Entry can be summarized as the following. A new workday begins with people voluntarily arriving to their workspace. Everyone proceeds to interact with their Vocations, pouring their Life-Energy into the Vocation to create Arbeit. Arbeit flows from the actions of harvesting and extraction of resources, generating electrical power and energy sources. Most of the raw materials were refined into Equipmentalities to be transported by distributors to the other manufacturers that needed them to create pre-fabricated components, replacement parts, unfinished goods, and so on. These manufacturers arranged to have them transported to other manufacturers who produced the finished goods. The Arbeit slowly accumulated in force and mass over the course of the production process.

The finished goods were transported elsewhere, delivered to the professions that had placed their orders for them as part of their own contributions of Arbeit. The goods allowed for the contributions of Arbeit from the provisions of basic essentials, the operation of various different services, contributed to the movement of information, and the rest later sold to those interested in purchasing them. Certain services turned the goods into other goods for other services, as in the cases of restaurants, bakeries, grocers, furniture stores, and others. Some services facilitated the movements of information, goods and services, Arbeit and Geld across the nation. The rest enabled for the functions of the State, the armed forces, intelligence apparatus, police forces, legislatures and judiciaries, banks and financial offices. Everybody who contributes Arbeit also had a Vocation with which to commit their Life-Energy toward for the creation of Arbeit.

The Arbeit of the Nation was then converted into the Geld of the whole Nation. The State issued the Geld needed for the Nation's Expenses, issued everyone's Paygrades, invested Geld into the developments of emerging enterprises and industries, and saved the rest for the State Budget. Those who could not realize their Vocations were offered potential opportunities for them to contribute Arbeit and receive Geld for an enterprise or industry, financial offices and banks, and anything which the State needed from them to serve the Totality, the people of this nation.

Kontore issue special financial instruments such as the Four-Year and Five-Year Work-Plans to interested Individuals. State Commissariats oversee the powers of setting the prices and wages with the active, direct participations of both the Totality and the State. The banks issue Interest-free loans to those looking to create their own Vocations, their own enterprises. The Borrower contributes half of the Arbeit and the Lender contributes the other half to the State. Once the State receives both halves of Arbeit from the Borrower and Lender who had conducted the loan, the State gives Geld to both the Borrower and the Lender.

Where there is always plenty of Arbeit to be had from countless different Vocations, there is always going to be plenty of Geld to go around for everyone who interacts with their Vocations. The highest-possible Quality of Arbeit yields the lowest-possible Quality of Geld; Technology has the potential to mobilize to the national economy and the whole world whenever it is designed to enhance the Quality of Arbeit over the Quality of Geld. That will prevent excessive depreciation of the Currency since it is pegged to the Value of all Arbeit in the nation overall, which is essentially tied to the overall performance and well-being of the Totality. The secret essence behind the Work-Standard lies in the fact that the Arbeit is what gives all economic life its Values and its Prices and that neither Arbeit nor Geld are Commodities but goods to be placed in the trust of the Financial Regime at the behest of the national interest. This is what separates it from Liberal

Capitalist conceptions of finance: *the goal of every Vocation is defined more so by its Quality of Arbeit and the effects that the Arbeit has on the Totality as the end in itself.*

Everybody knows their Rights and the Duties of their Vocations. Everyone has the freedom of action in ensuring that the Socialist Nation prospers. Everyone knows that there are ways for them to address and resolve any shortcomings within a functioning Council Democracy. To participate in economic life is to also participate in political life. Proactive involvement in the affairs of the Nation is encouraged by the State; everyone is committed to creating a productive environment conscientious to the needs of the Nation and its future.

Do the ends justify the means or not? Liberal Capitalism by contrast insists that Arbeit is only the means of achieving the goal of accumulating vast sums of Kapital. The free market exists ostensibly to ‘protect’ the Individual from other Individuals *and* claim to ensure their ‘freedom’ by providing the Incentives of competition for more Kapital. Laws under those circumstances can always be manipulated with adjustments to the legislation because the free market coexists in tandem with a Parliamentary Democracy. Parliamentary governance is open to manipulation by anonymous interests with Kapital to advance their own agendas for accumulating more Kapital.

Why does Liberal Capitalism espouse the belief that Kapital is the goal of economic life? Economic freedom under Liberal Capitalism is defined as *freedom by means of Kapital*, from the luxury goods that one could buy to the copious amounts of Zeit devoted to leisure and idleness. This is evident in the manner in which the ideology’s applications of Technology have led to the rise of consumerism and the complacency that leads to decadence and decline of whole nations. True economic freedom, however, originates in the *freedom from Kapital*, that inward sense of freedom which only an Individual can realize from within themselves. No government can bestow such freedom any more than it can claim to provide security by denying other freedoms in return. Liberal Capitalists have yet to understand the implications and they may never will.

What the government of the Socialist Nation can do is provide the legal framework by which everyone will have their Rights honored and recognized. Those same Rights are to also be tempered by the Duties of the Vocations for the citizens who partake in them. Just as every Constitutional Intent requires a Constitutional Obligation, every Right granted in the Legal Code is compensated by a corresponding Duty. For instance, the Duty of one Vocation requires that something needs to be done in a certain manner due to the nature of the Arbeit. This same Duty is attached to a Right, specifying how the Individual completes the task is left to their discretion.

There are many similar examples in which certain Rights correspond to compatible Duties. A “*Right of Religious Belief*” allows religious congregations to practice their faiths without State interference and receive State funding. That Right includes a “*Duty of Religious Engagement*” of being proactive in the affairs of their nation and continue upholding their faiths while doing so. A “*Right to Speak*” allows for freedom of conscience by those who do care about the Nation and the policies of the State. It too has its own “*Duty on the Exercise of Speech*” to ensure that whatever people will say will be helpful to the Totality, not allowing for the spread of lies and falsehoods, misconceptions, prejudices, demagoguery, slander, and calls for violent extremism.

The **Legal Code** of the Socialist Nation will have its “*Rights to Publish and Disseminate*” with their “*Duties of Honorable Coverage, Balanced Reporting, and Meaningful Discussion*,” their “*Rights of Petition, Assembly and Protest*” with their “*Duties of Preserving Peace, Order, and Civility*.” There will be “*Right to Civilian Firearms Ownership*” with the “*Duty of Ensuring Proper Handling of Firearms*,” the “*Right to a Fair Trial*” and the “*Duty of issuing Court Orders*.” There are also Duties related to the Vocation and what is expected of it, and recognition of the

Rights of those involved unless stated otherwise in reference to either a related Duty or else they are actually considered as a Constitutional Obligation due to their implications.

One will notice that certain Rights internationally recognized as human rights are upheld in the Socialist Nation as Constitutional Obligations with a corresponding Constitutional Intent. Example like the “Right to Free Education,” “Right to Food, Water, Clothing, and Housing,” “Freedom from Enslavement and Forced Labor,” “Right to Healthcare,” “Right of Protection against Arbitrary Arrest and Detainment” and “Right of Protection against Torture” are examples of certain Rights that are considered Constitutional Obligations. The Totality understands their importance and the State is expected to enforce them under the rule of law.

In a functioning Council Democracy, the Totality and the State exist in mutual harmony and both are expected to ensure that everyone receives the fair treatment that they rightfully deserve. The Work-Standard will provide the State the means to fulfill those Constitutional Obligations to the Totality, expecting the same from the Self and the Totality within their own Duties and Obligations. Everything depends on the decisions of everyone involved in the affairs of the Nation to ensure that everyone else is responsible for what becomes of the Nation. That includes holding those accountable for unjustifiable actions under open scrutiny and criticism.

The fact that every Right requires its own Duty is not something that most Liberal Capitalists are willing to comprehend, let alone understand. They prefer laws that grant the most Rights for the least Duties. It is a tendency that originates from their ideology’s constant fixation on a “***Freedom-Security Dialectic***,” including how they have no conception of inward freedom. The conception of outward freedom as being guaranteed by Parliamentary Democracy has negative ramifications for those affected by laws legislated on behalf of parties, lobbyists, and special interests. Those with Kapital can and will subvert Parliamentary Governance to further their own private agendas. Such behavior shall never be tolerated in Councilor Governance.

g. The State's Educational Policies and Ranking System

This Entry will be exploring the Council State's policies on education and the introduction of a "**Social Ranking System**" to complement the political and social lives of the Socialist Nation. The revolutionization of education under the Work-Standard is predicated on the need to address the problems of educational curricula in most Liberal Capitalist regimes affiliated with the OECD (*Organisation de Coopération et de Développement Économiques*; Organisation for Economic Co-operation and Development), the Western Bloc equivalent to the Eastern Bloc's CMEA (Council for Mutual Economic Assistance). What passes as an 'education' in these "**OECD-Type Student Economies**" is at best a Commodity and at worst a clandestine form of Totalitarianism, what Mary Perkins Ryan described as a "**Custodial-Care Function**" in her 1972 manifesto, *We're All in This Together*. A disproportionate majority of what passes as 'educational curricula' is theoretical knowledge, offering very little opportunities for young people to gain practical experience. It is discernible in the secondary level education—'high school'—since all curricula are intended for later entry into the tertiary or university level, where Kapital reigns as "student loans" and "job opportunities" to pay off the Schuld. And it becomes even more obvious when people enter the workforce with an astounding lack of practical experience to apply for even the most menial and boring of entry-level jobs.

Anyone who has attended a school or university in an OECD member-state during their teenage and young adult years knows how uninteresting it truly was. Anyone can deny it with rose-tinted glasses and let nostalgia serve as their opiates, but no form of escapism lasts forever. School life for most young people is like a poorly-written "**Bildungsroman**," a corny coming-of-age novel where they undergo enough character development to demonstrate their personal inability to deal with the real world. Those Western young adult novels and film adaptations and Japanese anime, manga and light novels are all one and the same insofar as they describe the educational curricula of OECD member-states. Recalling one's own young adult years and familiarizing oneself with the average school life of most young people is just the first step.

An average teenager's school life will have various classes that are only there to inform them of theories about the world without any reference or relevance about why the world exists as it does. Their peers may be pressured into taking courses which will not help them later in life, but they must take it in order to ensure it looks great on their student transcript as "college credit." The teachers may not be involved in the students' school life as a Vocation but because somebody needs to look after them while their parents are away. Without those teachers, a teenager's school life resembles their country's Parliament, except the students are not brawling over cutting or increasing taxes or deregulating regulations for this and that corporate lobbyist.

Students at the secondary school level under Liberal Capitalism lack the Will-to-Power, complete with the Intents, Obligations, Duties and Rights of a Socialist Nation. Rather, they only have the illusion of power that causes them to rebel against their parents and their teachers. There is no opportunity for the teachers to instill within their students the Intents of Command and Obedience and the concept of Command Responsibility like the kind for prosecuting war crimes, which finds its greatest relevance in "the talk" of any sex education curriculum. Just as how a girl says "no" to the unwanted sexual advances of her boyfriend, the superior is responsible for issuing direct orders which conflict with the morality of their subordinates when they say "no."

Sometimes, one may encounter increasing difficulty finding any free time to spend on Socialization in the Socialist sense. What could have been spent on Socialization is spent on afterschool clubs and activities that resemble the lobbyists and special interest groups of Parliamentary Democracy, never to expand beyond anything resembling an actual Vocation. Afterschool sports resemble more like an illegal prize fighting ring where animals (or in this case, people) compete for the Kapital of higher educational scholarships and trophies. And a student council offers its members the illusion of political power but not the Will-to-Power, regardless of the student council being governed as a Parliamentary Democracy or a Council Democracy.

When the school life ends, people will begin to struggle with what they want to do in Life; one does not need to look very far in order to understand the post-graduation implications. It manifests itself within the “Economic Darwinism” among the so-called ‘Baby Boomers’ and ‘Millennials’ on the one hand and the ‘Generation X’ and ‘Generation Z’ on the other. Actually, the intergenerational struggle is about as real as Neil Howe and William Strauss, the authors of *The Fourth Turning*, convincing others like Steve Bannon to believe that it ought to become real. Howe and Strauss were the ones who coined the term ‘Millennial’ to refer to people who came of age during the Reagan Revolution of the 1980s and the skewed belief that these people will become the next ‘Greatest Generation.’ This “Generational Theory” of fifty years of ‘Communitarianism’ and fifty years of ‘Individualism’ is more of the same problem with theories defining actuality. Theory can only explain what is happening, not what shall or what ought to happen. Thus, when the Millennials fell short of expectations, that “Generational Theory” was later ‘revised’ to include Generation Z on the premise that Generation X is somehow less like the Baby Boomers.

Such a ‘Theory’ can only become real in the post-graduation life of the youth because it is never validated in any actual school life. Most spend their adult years adrift in apathy and nihilism. There are those who landed in what they thought was their ‘dream job’, only to find out that it was not and became miserable in the process due to the Meaningless Work. Some languish in a state of “Extended Adolescence,” a condition best encountered in Psychology by focusing on how it plagues the ability to act as an upstanding adult. And then there are those who kept on “building their career” and end up experiencing an existential mid-life crisis by their thirties and forties; if they get involved in Parliamentary governance, they demonstrate their willingness to be sellouts for lobbyists and political parties. It becomes even more problematic if they happen to be married with children and have yet to pay the Schuld from their former school life.

For the Work-Standard and the Socialist Nation, these problems which plague Liberal Capitalism are another set of obstacles to overcome. The State’s workaround must begin with realizing that the Vocations integral to the VCS Economy require a different educational system where a Vocation may begin as early as secondary school. After all, how many teenagers under Liberal Capitalism find menial jobs to earn Kapital if their parents do not give them allowances?

It is possible for the Socialist Nation to implement an educational system where the “Student Body” of the secondary and tertiary educational levels, aged between 14 and 34, will be learning, studying, training and practicing for their Vocations. Here, the Student Body builds important social skills and forge lifelong comradeships as members of their “Socialist Student Economy” (SSE),” allowing everyone to hone their skills and have lasting experiences with their peers, their Comrades, before “Graduation.” The SSE shall instill into each Student the genuine assurance that everyone has latent potential that has yet to be unlocked as Individuals. Everyone has something meaningful to fulfill for the Socialist Nation, the Socialist Nation itself expecting the Student Body to live their lives with purpose and meaning. There will be the usual free time

afterschool and countless opportunities to integrate the curricula into youth gatherings, field trips to summer camps, and extracurricular activities that can translate into future Vocations.

There will be outstanding school uniforms (Prussian-style, not English-style as has been the case with the Japanese and their educational system) and youths earning medals, commendations, promotions, and prizes from the State. These important facets of every Student's school life can be accommodated as early as their secondary school years, thereby reserving the childhood years for the basics that are unfortunately still being taught in Liberal Capitalist secondary schools. And it can even be done while ensuring that the religious schools will be integrated into the SSE through special arrangements made between the State and the Church. Truly, the SSE represents the realization of Mary Perkins Ryan's "*Total Educational Effort*," brought to life by the State of Total Mobilization.

The *Total Educational Effort* is defined by the Socialist Nation's ability to ensure that the Student Body, the next generation, receives the necessary training and education to build their futures. Each Student needs to be able to support themselves and become upstanding, law-abiding members of the Totality. *Graduation* in the Total Educational Effort differs from the Liberal Capitalists' Custodial-Care Function because, prior to completing their secondary education, every Student is to be presented with four choices:

- For Students interested in graduating immediately, they are welcome to join the Vocational Civil Service (VCS) to begin their Vocations in the VCS Economy or Council State, the latter of which will include the armed forces, emergency and social service professions as one of their viable options.
- For Students not interested in graduating, they are allowed to continue their education into the tertiary level by enrolling in the University, its educational curriculum building upon everything that was learned previously at the secondary level.
- For Students still undecided on what their Vocation shall be *and* have yet to join the VCS, the State or continue their education at the tertiary level, they are entitled to receive a Draft Card from the State and be conscripted into either the workforces or the armed forces.
- The rest of the Student Body will be deepening their overall participation in the SSE by engaging in the political-economic, socio-cultural, military-industrial, diplomatic and educational functions of their "*Student Government*." Even working and studying abroad is also covered under this particular category.

In the Socialist Nation, not every Student's Vocation is going to be found in the VCS Economy, the Council State and its Financial Regime. There will always be other opportunities to find Meaningful Work in the Work-World at the Student Government. One could envisage the fourth choice complementing the previous three choices since the Students opting for Student Government have Vocations related to important administrative and leadership positions in the Council State's central government.

The Student Government will be patterned after the same Councilor Governance as the rest of the Socialist Nation, its leadership split between the "*State Functionaries*" and the "*Youth Leaders*." The State Functionaries are older adults whose Vocations are related to the teaching and intellectual Professions under the auspices of the State's Ministry of Education. Youth Leaders are the younger adults who are part of the same generation as the Student Body, the Student Body itself having elected them to serve in Student Government positions like the "*Student President*," "*Student Chancellor*," or "*Student Ambassador*," with those three having their own chairs at the "International Student Assembly" in the World State Organization (WSO). Unlike the State

Functionaries, all positions filled by Youth Leaders in the Student Government have an attached **“Generational Term Limit.”** A Generational Term Limit reminds all Youth Leaders that their involvement in the Student Government was meant to train them in the arts and techniques of political statecraft and economic governance, both of which are sorely lacking in most Liberal Capitalist OECD-Type Student Economies. Therefore, once a Youth Leader turns 35, they will no longer be eligible for reelection once their term ends as part of their Graduation, allowing them to become eligible for important administrative and leadership positions in the central government.

But the Total Educational Effort was never fully realized among the historical and existing Socialist countries, as so much was being devoted to theory just like in most OECD-Type Student Economies. That will change once the Work-Standard becomes capable of paving the way for a worldwide revolutionization of national education systems and their nation-states. It is precisely in the SSE that a Social Ranking System can be implemented, beginning at the secondary educational level and continuing to remain relevant long after Graduation. These **“Social Ranks”** are formal titles which are to be conferred to each student’s **“Service Record”** once begin secondary education. This Rank may apply on a general level but will eventually be reapplied to the Ranks of their Vocations as they get older. Higher Ranks translate into eligibility to apply for certain special activities which normally would not be available like borrowing Work-Tenures.

Examples of this can include eligibility to become a delegate for their local council, regional and eventually State Council, and even become the next Heads of Government and State (the terms which determine how long they are in power can only be changed with the State Council’s approval). It is the eligibility to enter the rigorous university curriculum of economic planners, a Vocation in the Central Bank, Kontore and State Commissariat, and applications in student entrance exams for governmental positions within the central government. It can be the ability to make loans from the banks, receive a large amount of Geld as part of a Stipend if their Vocation requires one, and also determine their place within the Paygrade Scale when Paygrades are wired to their personal accounts each week. It can also involve the opportunity to be in a teaching, training or instructing profession and the ability to have greater clout in the political affairs of the State through selfless civil service. The State shall update the Ranking System as young people enter the workforce as their formal rite of passage into adulthood so that the elderly can retire peacefully. In general, those who contribute the most Arbeit from within the profession of their chosen Vocation have the potential to be entitled for receiving higher Ranks.

This Ranking System cannot be organized in a manner comparable to Prussia’s “Three-Estate Representation System,” the PRC’s “Social Credit System,” or a “Credit Score System” found in most Liberal Capitalist regimes. All three are Ranking Systems influenced by Kapital and thus can provide the grounds for the mass surveillance of personal lives. Such measures are always justified by the presence of Schuld created from the proliferation of Kapital in economic life. Everyone still has a Legal Right to Privacy under Socialism, just as they also have a Legal Right to make a name for themselves and to be proud of their newfound reputation.

h. State Issuance of Medals, Awards, Commendations and Promotions

Continuing after “[State Educational Policies and Ranking System](#),” this SMP Compendium entry will discuss about the distinctions between how Ranks are conferred under Liberal Capitalism and how they are done under Socialism. It will delve into the details of the motivations driving Consumerism and why this sort of behavior is going to eventually be curtailed under the Work-Standard as the Keynesian model of Consumer Spending falls with Government Spending. While multiple SMP Compendium entries are discussed here, the general theme remains the same.

Arbeit is always a misfortune in everyday life under Liberal Capitalism. This is because the ideology knows no distinction whatsoever on “what is Meaningful Work?” and “what is Meaningless Work?”. Liberal Capitalism deems *Arbeit* itself as a means to the end, the end being the Accumulation of Kapital within the Total Mobilization of Production for *Profit*. Every conceivable means of garnering the most Kapital, whether it is legal or even illegal, are justified by that ideology. There are many different examples and all of them are intended as part of denoting somebody’s Rank in a Market/Mixed Economy and Parliamentary Democracy.

There may be people conjuring up plans on how to “retire early” with the greatest amount of Kapital by their thirties (at the earliest) or their fifties (at the latest). Some are trying to “save enough Kapital for retirement” as a pensioner, a lifestyle choice promoted by Social Democracies with generous Welfare Capitalist programs like France or Sweden. There may be people who flaunt how much Kapital they have and look down on others with less Kapital. If that same analysis was done by a think tank or propagandist for Liberal Capitalism, the analysis will consistently assume that those with less Kapital are ‘lazy’, are ‘unwilling to work’, and are ‘welfare queens’ dependent on the ‘nanny state’. This sort of language exposes how much Liberal Capitalism relies on a freedom-security dialectic, even though true freedom and security dwell within oneself.

Various SMP Compendium entries also cover this recurring theme from various points of view. In [Part II](#) of “Taxation and the Work Standard,” one may find Marxist Socialists and some non-Marxist Socialists speaking of “Wealth Inequality” and advocating for policies like Progressive Taxation to receive the most pleasure in inflicting the most pain on the wealthy. In “[Japan’s Lost Decades and the Rise of Zombie Firms and Zombie Banks](#)” as well as [Part I](#) of “Financial Markets and the Quest for their Work-Standard Alternative,” investors at a financial market will invest into something that they believe will reap the most Kapital, even if it causes an economic bubble. In “[State Educational Policies and Ranking System](#),” it can manifest among young people as a misguided desire to take on certain jobs which they are unqualified for insofar as their real motivations are driven by Kapital. In “[CMEA’s Fixed Exchange Rates and its Hard Currency Shops](#),” Kapital will bring down Socialist nations with Currencies unpegged to the Work-Standard.

In [Part III](#) of “Taxation and the Work-Standard,” Kapital influences how young men and women interact with each other outside the workspace and even when they become engaged (and an overriding factor in their marriage if it ends in a divorce as the custody of their share of Kapital). And in “[State and the Socialist Conception of Property](#),” it should be noted that someone’s Rank under Liberal Capitalism can be denoted by “Net Worth,” “Private/Common Property,” “Commodities,” and LCFIs (Liberal Capitalist Financial Instruments) like ‘Blue Chip

Stocks’ or ‘AAA Bonds’. To understand how the concept of Rank coincides with Property, please consult that entry for further information.

Since the world order remains under Liberal Capitalism or else under the subversive influences of this ideology, it can be argued that a sizeable majority of humanity encounters countless different examples of Kapital and Schuld being the decisive factor of daily life. One may be inclined to agree with Mark Fisher in *Capitalist Realism: Is There No Alternative?* about how “*it is easier to imagine an end to the world than an end to capitalism.*” But propaganda is propaganda insofar as advertisements manipulate authentic choices through exposure imposing the false need to display one’s social status. This particular way of determining Rank based on somebody’s purchases of certain goods and services by means of Consumerism and Consumer Spending is not new. The American economist and sociologist Thorstein Veblen around the turn of the 20th century once described this phenomenon as “Conspicuous Consumption.”

Conspicuous Consumption describes any act of purchasing specific goods and services that are deemed “luxuries” with the Intent of determining somebody’s Rank vis-à-vis Kapital. If someone is able to freely spend large sums of Kapital, the conventional response is to assume they either have a lot of Kapital or else can borrow the same amount from a bank with a high Credit Score. Just as one can pay with actual banknotes and coins, one can also pay with credit cards and cryptocurrencies such as Bitcoin or Ethereum. The real problem with Conspicuous Consumption is whether the choice was the product of somebody’s own volition or whether it was the result of exposure to advertising and the social pressures of conforming to Liberal Capitalist ideology. Under Liberal Capitalism, not every choice someone in economic life is going to be their own nor will those choices genuinely reflect their real Social Rank.

Thus, it begs the question: how does one distinguish between the purchases from authentic choices and those from inauthentic choices vis-à-vis the Work-Standard? Are there any discernible differences in the VCS Economy, where Arbeit and Geld are the decisive factors in everyone’s Vocations? If so, how does one know what those differences are and why does this necessitate the implement of an official Ranking System by the Council State?

Imagine someone with \$100,000,000 USD in Kapital. They might spend it on their personal needs and they may decide to spend some of it on taxes, insurance, mortgages, loans, and others that are characteristic of Liberal Capitalist finance. They may be exposed to certain advertisements on any mode of communications or exposed to stories of those wealthier than they are and may be compelled to spend Kapital, informing others why they own \$100,000,000 USD.

An example might be a “Black Diamond iPhone” for \$15,000,000 USD, which is only expensive because its appearances appeal to those with Kapital. It could be a \$10,000 USD three-piece business suit or a limited-edition, high-performance sports car like a Bugatti for \$750,000 USD that looks nice, drives fast and is very impractical. They may decide to purchase a yacht, complete with a small crew and sail up and down the coastline against a late afternoon sunset. They might be interested in hand-rolled Cuban cigars or Persian rugs because of their Scarcity due to US-led Economic Sanctions against Cuba and Iran respectively. Scarcity also affects the Conspicuous Consumption of Kapital on decades-old champagne and whiskey. They may decide on vacations in other nations and stay at the presidential suite in the luxurious hotels at their capitals. They might buy a bar of fine gold, a golf course or even a centuries-old painting by an artist with actual talent and whose Vocation actually provided them Meaningful Work.

There are as many possibilities of Kapital being spent to demonstrate someone’s Rank under Liberal Capitalism as there are people willing to bear the burdens of their own Schuld to chase after the most Kapital. To know Conspicuous Consumption is to realize that all of those

preceding examples operate according to a Theory of Value and a corresponding Theory of Money. Since the Work-Standard relies on its own Theory of Value and its own Theory of Money, it is inevitable for the State to eventually introduce a Ranking System, complete with medals, decorations, commendations, promotions and prizes. The State should implement this Ranking System in the Socialist Student Economy (SSE), beginning with the young adult's school life and continuing well into their later adult years.

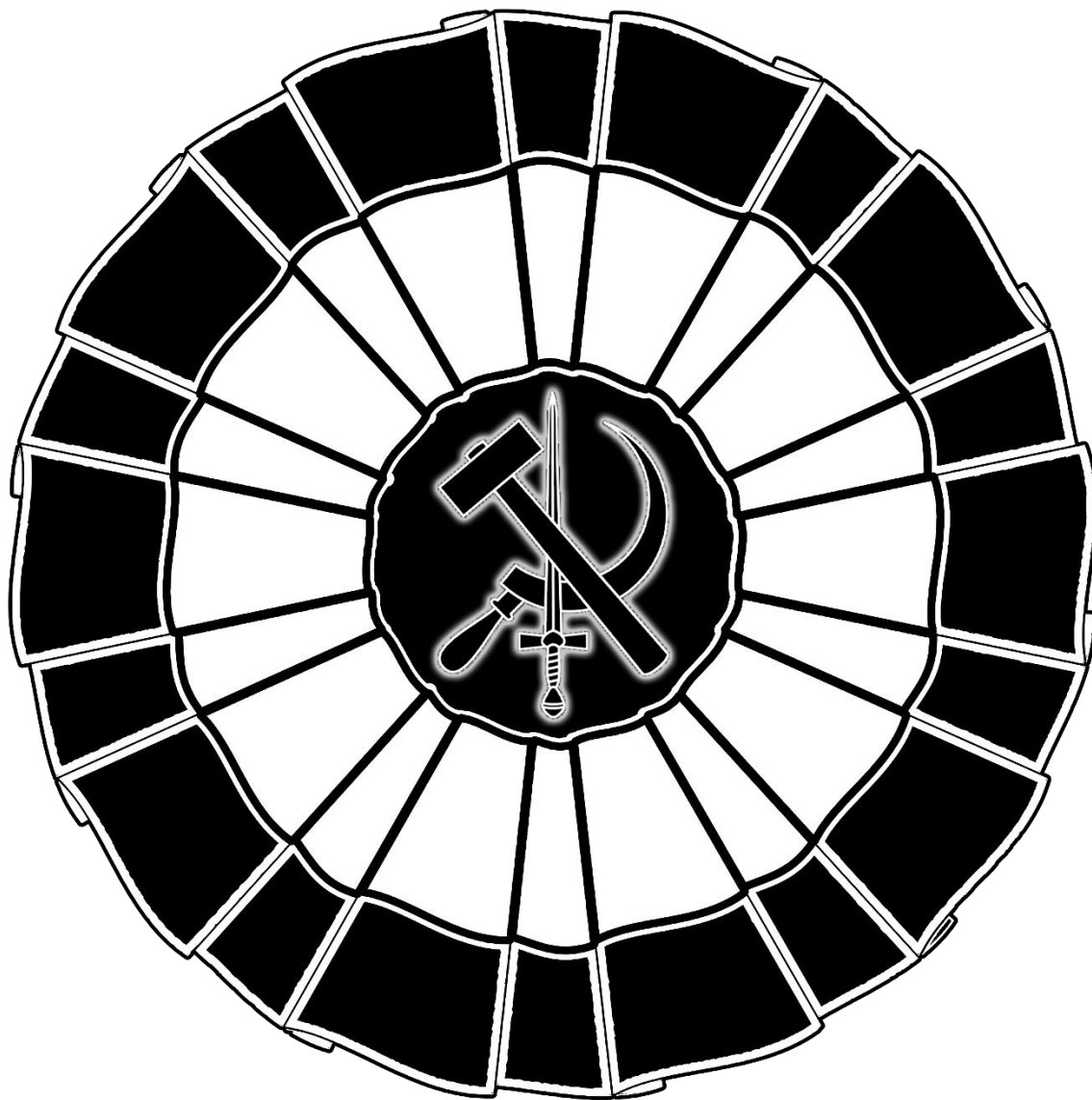
The adolescent recipient attends a formal ceremony with their peers and classmates in attendance. They will step forward to receive their medal. The medal, stored in a display case and held by a member of student council, may take on the form of a metal badge related to their service within another profession besides their own or as part of their profession within a Vocation. There could be gradations, as many as three different classes. It could be a medal related to an annual vocational competition within their own Vocation, a proficiency badge related to their Vocation or as part of experiences with their peers within youth gatherings at a regional summer camp, and even a special decoration worn around the neck in recognition of exceptional achievements.

That same badge within the same display case may include a letter designating their promotion to a higher Rank and signed by one of the State functionaries supervising the affairs of the SSE. Other decorations may denote the exceptional entry into a secondary profession besides their own. If this same teenager continues with their Vocation for the next four, five, ten, twenty, twenty-five or even thirty years, they may be awarded long-service awards and their corresponding ribbons. If they are for instance a teenage girl, a foreigner or a member of a certain religion, their decoration could be a unique award that distinguishes them for their service as part of their SSE. Also, those distinguishable decorations could be related to environmentalism or achievements within certain fields like technology or governance.

The display case may instead contain a letter of commendation from the State functionaries overseeing the affairs of the SSE. Or, rather than a member of the student council handing them a letter, the State functionaries themselves award the recipient with a special commendation medal that the State awarded in recognition of their exceptional talents as a way for them to be an example for their peers and underclassmen to emulate. If they make outstanding achievements like the most contributions of Arbeit within the limitations of their own profession or under specific historical events, special decorations and medals may be awarded for their participation. Should that happen, the ceremony will become more formal for everyone involved and the Ranks of the State functionaries conferring the award will be higher.

Finally, the State may confer onto the teenage recipient certain prizes that may be related to their Vocation, their achievements demonstrating contributions to the SSE and the VCS Economy. Ornate ceremonial swords and daggers, silver and gold goblets as trophies, and certain custom-built technologies that distinguish the recipient from the rest of their peers. These prizes are rare occurrences and will always be limited by the State. In fact, these prizes could be part of international competitions and youth sports gatherings as part of a Socialist world order. That sort of thing could happen, and the Work-Standard is more than able to facilitate it. Whatever happens here is going to make a difference in the service record of this aforementioned teenager. They will carry their Rank later in their life until they finally receive the next highest Rank. And if their medal is also awarded to older adults by the State, it will further distinguish their service record.

Section five: State fiscal and Monetary Policies



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a. State of Total Mobilization: Modes of Production

The 20th century witnessed revolutionary changes in every facet of life for all nations, its influences still affecting humanity in the 21st century. The most important development has been the recent emergence of the “State of Total Mobilization,” a metaphysical concept derived from the thesis of Ernst Jünger’s 1930 essay “Total Mobilization” and its 1932 sequel, *Der Arbeiter*. The rapid technological advancements of the Western world since the 20th century is setting the precedent for the creation of a different way of life capable of overcoming the Enlightenment’s “State of Natural Rights.” If the State of Total Mobilization defines everyday life under Pure Socialism, then the State of Natural Rights characterizes everyday life under Liberal Capitalism.

Both metaphysical concepts are distinguished by how everyday life operates and how they affect the perceptions, customs, norms, and attitudes of whole nations. The Socialist Nation is hardly an exception to this phenomenon; on the contrary, it is actually the purest expression of the State of Total Mobilization. The Council State is the decisive factor in the fiscal and monetary policies of the Socialist Nation, the Financial Regime providing the necessary financial firepower to turn those policies into action. The Central Bank in particular plays another important role that goes beyond the Life-Energization Reciprocity (LER) Process. Its secondary function involves coordinating the unified efforts of the Central Planners responsible for the “Mode of Production” defining the Socialist Nation’s economic model, the Vocational Civil Service (VCS), and its financial model, the “Reciprocal-Reserve Banking System.”

A Mode of Production is an umbrella term referring to the methodology behind the execution of any nation’s fiscal and monetary policies vis-à-vis its national economy and financial system. This methodology, all of which will be covered here in Section Five, are related to familiar concepts like employment and property rights, financial institutions and financial instruments, taxation and banking practices, economic planning and wartime preparations. Two more important factors, both of which are topics of interest in Sections Six and Seven, include international trade and technology. There are three known Modes of Production in the SMP Compendium: Production for *Profit*, Production for *Utility*, and Production for *Dasein*.

Unlike Production for *Dasein*, mainstream Neoclassical Economics has shoehorned most forms of political-economic governance into either Production for *Profit* or Production for *Utility*. Conventional perceptions of Liberal Capitalism and Socialism are still framed this way. Market/Mixed Economies emphasize Production for *Profit* vis-à-vis the Profit Motive and Kapital Accumulation. Historical and existing Planned/Command Economies emphasize Production for *Utility* for two reasons. The first factor is the attempt to avoid Kapital being the overriding purpose of economic life. The other—and this is where the pressures of market reforms appear—is the tendency to perceive everything based on their Use-Value with a skewed Exchange-Value.

Granted, Ludwig von Mises and Friedrich von Hayek understood the significance of Use-Value and Exchange-Value in their “Economic Calculation Problem,” but so did Jünger and Martin Heidegger. The latter is only possible because of Heidegger and von Mises’ philosophies basing their own logic and ideas on the phenomenological philosophy of Edmund Husserl, which focused on the study of human perceptions, expectations and experiences. The real distinction was that von Mises and von Hayek relied on Praxeology within their Economic Calculation Debate. Heidegger and Jünger employed Psychology in their analysis of economic life as they *never* defined Total Mobilization with terms like *Profit* and *Utility*, regardless of wartime and peacetime conditions.

If the State of Total Mobilization is not defined by *Profit* or *Utility*, the VCS Economy does not rely on Kapital but a Currency pegged to Arbeit, why would the Work-Standard sidestep the Economic Calculation Problem with a more appropriate equivalent called the “Political Organization Problem?” How is that possible under the Work-Standard? And why would the Reciprocal Theory of Value (RTV) and the Work Theory of Money (WTM) even permit it?

Simply put, RTV and WTM both reject Use-Value and Exchange-Value. From Aristotle and Adam Smith to Karl Marx and von Hayek, it is often assumed that the Use-Value is a given. After all, people are going to buy certain goods and services over others. Whereas Marx deviated from the conventional wisdom was to only cast doubt on the Exchange-Value, he never rejected the Use-Value because it was deliberately assumed to be a given. Marx argued that the Kapital within Exchange-Value undermined the social relations of production for the Proletariat, creating the conditions conducive to the “Alienation of the Worker.” He was convinced that if Kapital disappeared from economic life under Socialism, everything can be conducted on the basis of calculating vast quantities of goods and services and judging them as either ‘useful’ or ‘useless’.

But this sort of logic yields the same problems as the US Taxation System, which the Work-Standard deems as redundant and haphazard from the standpoint of Alexander Hamilton and his *Federalist Papers* on Taxation. The choice between “to give Pain and receive Pleasure” and “to give Pleasure and receive Pain” remains constant, except it no longer involves IRS Income Tax Brackets. Instead, it resembles more like the Soviet Gosplan setting production targets and quotas within the framework of a Five-Year Plan, resetting production figures higher and higher without bothering to figure out what is happening downstairs. Everyone gives to everyone else the Pain of creating advertisements for products that neither exists nor anyone wants, receiving the Pleasure of visiting a supermarket to find all the shelves bare and the unwanted goods untouched. Everyone receives from everyone else the Pleasure that comes with the opening of a McDonald’s at Pushkin Square in Moscow, giving back the Pain of waiting in the long line outside and having to serve all those people inside. Never mind the fact that not everyone’s orders are going to be the same.

Therein lies the real distinction which set the VCS Economy apart from the competing Socialist Planned/Command Economies. Removal of Use-Value and Exchange-Value is only just the first step. Something else needs to replace those two and Heidegger himself already elaborated the details in the pages of *Being and Time*. Rather than a Use-Value, there is a “Presence-at-Hand.” And instead of an Exchange-Value, there is a “Readiness/Unreadiness-to-Hand.” The differences may be subtle at first, but they will be obvious upon further examination.

To begin, recall the Diamond-Water Paradox of Adam Smith from the context of the Work-Standard. The LER Process has Arbeit affecting the Value of Diamonds and Geld affecting the Price for those Diamonds. Where there was once a Use-Value, there is now a “Presence-at-Hand”: people are coming up with theories, facts, opinions, and speculations about the Value of the Diamonds and in turn the Price for those Diamonds. But as Immanuel Kant maintained, there is no way for anyone to know what Diamonds are as a thing in themselves, a *ding an sich*. Everyone only knows the outward appearances but never their essence.

This is discernible when someone realizes that Diamonds are being needed by industries manufacturing the blades of chainsaws and the semiconductors installed into everyday electronics. Nobody in the 18th or 19th centuries was judging the Value of Diamonds on those considerations nor was anyone else in the 20th century envisaging something as small as a semiconductor. In this century, however, Diamonds are valued for the semiconductors are needed to play a video game on a PlayStation 5 or calculate the parking distance of an automobile to the nearest object. A shortage in Diamond-based semiconductors, as in the case of the Coronavirus Pandemic, is going

to drive up the Price of Diamonds because everyone recognizes the functions of their effects (in the Socialist sense) or the sheer magnitude of their own existence (in the Liberal Capitalist sense).

And where there were Liberal Capitalist and Marxist interpretations of Exchange-Value, there is now “Readiness/Unreadiness-to-Hand.” A Readiness/Unreadiness-to-Hand is most discernible in Work-Productivity (WP), Solidarity, and Economic Socialization as well as how they interact with the Attrition/Inaction Rate, Quality of Arbeit (QW) and Quality of Geld (QM). Readiness-to-Hand first occurs when WP is higher than Work-Intensity (WI), the WP is achieving Solidarity through a higher QW and a lower QM and Solidarity itself is maintained across entire professions, enterprises and sectors vis-à-vis Economic Socialization. Everyone is focused on their Arbeit by trying to harvest and refine the Diamonds needed to manufacture chainsaws and semiconductors, the latter intended for the production of video game consoles and automobiles. Everyone else is transporting the chainsaws, video game consoles and automobiles to the places they are sold, somebody buys them, and the State receives the Geld to repeat the cycle. Meanwhile, Central Bank is adjusting the Total Economic Potential (TEP) and Total Financial Potential (TFP), the banks accepting the deposits of Arbeit and the withdraws of Geld when the work-week ends.

If everybody values the Quality of their Arbeit, they will value the Quality of their Geld. If everybody values the Quality of their Geld, there really is no point for people to form labor unions, start labor strikes and demand even more Geld for their Arbeit or others running for the banks under Socialism. If nobody is suffering from Burnout by dying of heart failure, committing suicide, abandoning their Vocation, torching and bombing the workspace, or engaging in violent and self-destructive behavior, then the Attrition Rate remains within normal bounds. If everybody is reporting for their Vocations and finds a higher sense of Duty that satisfies their purpose for existing in Life, the Inaction Rate is minimal. And if all of this remains constant along with WP, Economic Socialization (ES) and a corresponding “Solidarity Rate (SR),” the more likely everyone has found their Authentic Dasein in Life. They have realized their Authentic Dasein within economic life as a Being-in-the-World by Being-with-their-Vocation and they are going to continue with their Vocation for much of their adulthood.

This sort of economy does not exist in any of the known Liberal Capitalist or Socialist economies. Even if there are discernible signs here and there among both types, neither will fully bring those manifestations into physical existence as governmental policies. It is an economy defined by “Production for *Dasein*,” where Authentic Dasein is the decisive factor within Total Mobilization. And that economy is a Vocational Civil Service (VCS) Planned/Command Economy. Truly, the Political Organization Problem is just that—‘*the Total Mobilization of Production for Dasein*’, the “Dasein Motive” compelling the Council State itself to become a “State of Total Mobilization.”

To further distinguish the VCS Economy and sidestep the Economic Calculation Problem, it is worthwhile to mention that the Political Organization Problem’s implications have already been apparent throughout various aspects of the Work-Standard in previous Sections. In addition to why employment is marked by Vocations and why it ultimately facilitates the Solidarity Rate (SR), every Entry in Section Five will explore the various aspects of the Socialist Nation’s Mode of Production, and how it differs from Production for *Profit* and Production for *Utility*. These include Production for *Dasein*’s “Productive/Personal Properties,” the interfacing of Central Planners and their Economic Planners in “Mission-Type Economic Planning (MTEP),” the “National-Socialized Financial Instruments (NSFIs)” issued by *Kontore* (Financial Offices), and how everything operates under the Reciprocal-Reserve Banking System.

b. The State and the Socialist Concept of Property

The concept of Property can and will exist under Socialism. The Work-Standard reinforces this fact because it recognizes that the Liberal Capitalist conception of Property is ill-suited for the Total Mobilization of Production for *Dasein*. What John Locke called “Private Property” in *Two Treatises of Government* is really just Private Wealth in terms of Kapital, just as Thomas Hobbes’ “Common Property” in *Leviathan* is the “Common Wealth” in terms of Kapital. The latter term, “Common Wealth,” is also the etymological basis behind the English term of ‘Commonwealth’ to describe its former colonies in Canada, Australia and New Zealand. American States like Virginia or Pennsylvania do retain this term within their full legal names (and in name only because of the American Revolutionary War granting them their independence from the British Empire).

Common and Private Properties are terms used by Liberal Capitalism to describe forms of political-economic governance based on whether any enterprise is owned by an “individual” or their “civil society.” It denies the existence of a “State” and a “Totality,” the Authentic *Dasein* of both absent due to the presence of an Inauthentic *Dasein*—another cold-hearted Individual, a Leviathan-like entity in the Hobbesian sense. This language is very peculiar because there are implications for an Individual to be perceived in objective terms from the *a priori* prepositions of subjective perceptions by another Individual.

Economically, this is discernable in the English language’s definition of a natural resource as a “Commodity,” where the inherent Fungibility erases the distinctions of identities and origins. In a financial market, a Commodity such as Crude Oil is going to be labeled as just “Crude Oil” at the Commodities and Futures Markets. Distinctions like national origin, the method of extraction (like whether it is “fracked” or “drilled” out of the ground or at sea) and whether that Crude Oil is “Sour Crude” (less valuable) or “Sweet Crude” (more valuable) are not going to be addressed in detail. The outward appearances of a Commodity are only known to the perceptions of an Individual, but never will their true essence be known because it dwells inward as a thing-in-itself.

When a Liberal Capitalist relies on their ideological language to describe concepts like *Arbeit* and *Geld*, they are going to interpret them as “Labor/Labour” and “Capital.” This ‘Labor/Labour’ does not describe the “Work” which somebody does as part of a Vocation but focuses solely on the Individual involved with the Work itself for their share of the Profits as ‘Capital’. That ‘Capital’ has absolutely nothing to do with the Individual being involved anywhere in the financial process because the financial markets are too far and distant for the everyday reality surrounding them.

When the Liberal Capitalist decides to employ the concept of Commodity in order to rationalize the Work-Standard’s process of *Arbeit* into *Geld* and *Geld* into *Arbeit*, they are going to make very serious flaws in judgment. The results are well-documented and had been demonstrated by those European colonial empires that controlled nearly every corner of Earth in the 19th century.

Literally, they will make the flawed assumption that “People are Commodities” and “Currencies are Commodities.” An Individual can be treated as an unfree slave or an insecure employee spending long hours doing menial tasks for little or no Kapital to represent their share in the expropriation. That there is no inherent difference in the people creating the same good or service and no difference in the Currencies they are relying on. The real differences the Liberal Capitalist are going to encounter include the differences in “Comparative Advantage,” “Opportunity Cost,” “Marginal Cost,” “Incentives,” “Tax Rate,” and “Returns on Investment.” It

convinces them that actual people do not exist as actual people but instead as the abstract identities of “Producers” and “Consumers” in an endless business cycle that ends with Asset-Price Bubbles bursting into Recessions and Depressions. In the case of actual flesh and blood people, the Liberal Capitalist can focus on them as “a collection of Individuals” and objectify them based on their appearance, genetic and biological features, where they received their education and what is their work experience (if any) and their willingness to generate the most Kapital with the most amounts of Schuld.

Unbeknownst to the Liberal Capitalist, the Work-Standard stresses the need for people to voluntarily pursue their Vocations by actually being themselves, by realizing their Authentic Dasein as they are meant to be. ***Labor/Labour is not a Commodity*** because people are not supposed to be buying and selling other people on a so-called “Labor/Labour Market” as Producers and Consumers of Kapital and Schuld. ***Currency is not a Commodity*** because there are distinctions in the Quality of Arbeit among different Vocations that will yield a different Quality of Geld. These distinctions have already been explored in “The Transvaluation of All Arbeit” within the SMP Compendium. All people ought to be treated fairly and justly as the people they truly are.

When a Liberal Capitalist thinks of “Nationalization,” what are they really thinking? They perceive their “civil society” expropriating privatized commercial firms by Kapital, force or laws and then handing them over to bureaucrats lacking the expertise and experience to operate them, oblivious to the people involved in the daily affairs of those firms. When they perceive a Socialist Nation ‘nationalizing’ a privatized commercial firm, they are expecting its “Total Mobilization of Production for *Profit*” to become a “Total Mobilization of Production for *Utility*.”

And what does a Liberal Capitalist think of “Privatization?” They understand it as their “civil society” returning the firms back to their original owner or more likely their new owners if the original one cannot be located. When they perceive a Socialist Nation ‘privatizing’ a State-Owned Enterprise, they are expecting its State to let that SOE be controlled by its citizens and letting the SOE be exposed to the free market. They are convinced the SOE’s “Total Mobilization of Production for *Utility*” to become a “Total Mobilization of Production for *Profit*.”

But as explained earlier in another SMP Compendium entry, “The Total Mobilization of Production for *Dasein*,” neither Profit nor Utility accurately describes the concept of Property. Just as neither Profit nor Utility defines the VCS Economy, Private and Common Properties do not accurately describe the concept of Property in the VCS Economy. If neither Private nor Common Properties exist, what is the concept of Property as far as the Work-Standard is concerned? Do people have property and inheritance rights in the VCS Economy of the Socialist Nation?

The Work-Standard defines Property as “Productive Property” and “Personal Property” to accommodate the VCS Economy, Council Democracy, Kontore and State Commissariats, and the whole process of Arbeit into Geld, Geld into Arbeit among the many Vocations. Property in this context refers specifically to “Productive Power” and “Personal Power” (as opposed to ‘Private Wealth’ and ‘Common Wealth’ in Liberal Capitalist conceptions of Property). These terms may seem odd to anyone trying to internalize them at first glance, necessitating a closer examination of the characteristics of both. We begin anew with the following: *“It’s morning again in America...”*

Imagine in a city somewhere within the Socialist nation, the State is commissioning an Individual as part of their Vocation to paint new works of art. All the basic essentials related to the Vocation in question such as the blank canvas, wooden easel, paintbrushes, palette and oil paints are provided by the State. The State may offer directions on what they would prefer the artist to create and may even reject the painting on a preferential basis, but they are nonetheless counting

on the artist to actually create a work of art as part of their Vocation. How this Individual goes about creating that painting within the allotted Zeit permitted by the State is left to their discretion.

If the State appreciates the painting, the Individual will receive Geld in the form of their Paygrade. The State is allowed to officially display the painting and create copies of it and the State ensures the continuation of their Vocation. The State recognizes that the painting still belongs to that Individual, the Individual who created the painting in the first place. And if the State is uninterested in the painting, the Individual still reserves their Right to be given Geld for their efforts. That Individual still owns the painting; they are free to display the finished painting in their home and showcase it on their personal website, donate it to an art museum, or sell it to an art gallery, a local PDE (Public-Directed Enterprise) selling other finished paintings on behalf of the State. The State allows that Individual to make these choices because the State knows it is a part of their Vocation and the State allows the Individual to continue painting in recognition of their contributions.

There are the Powers which belong to the State (the State-Administrated Enterprise governing this Vocation) and there are Powers which belong to the Individual (the artist who created the painting). The Individual recognizes that the State has its Power to display the painting and the State recognizes that the Individual has their Power to do whatever with that painting. Note that this is not the only example where such arrangements are possible under the Work-Standard.

Continuing with the original example, imagine that this same Individual needed something which the State did not provide. It is not in the State's Power to know whether the Individual wanted more exotic color palettes or a blank canvas large enough for their imagination. But with a Stipend included in their Vocation, this Individual is allowed to purchase additional colors or specific sizes of paintbrushes and canvases. The Individual spent the Geld from that Stipend on those specific products at an art supply store. The art supply store is the local branch of a National-Socialized Enterprise (NSE) as part of a chain of stores selling those art supplies on behalf of the State.

The local branch of this NSE is owned by another Individual as part of their Vocation. They are allowed to run and operate this local branch as they see fit, provided they demonstrate to their NSE their willingness to uphold the Intent of their Vocation (which is to sell art supplies to people like that artist who is now entering the building from the entrance). The Individual who owns this NSE is responsible for what happens to their store and ensuring that their subordinates are restocking the shelves, manning the registers, helping that artist and accepting an incoming delivery of additional art supplies in the back of the store. They do not have the Power to determine how much their subordinates are paid (that Power belongs to the State), but they do have the Power to decide how the storefront and interior layout are organized and what their subordinates will be doing on the day of the artist's visit to purchase art supplies. They have the Power to allow one of their subordinates to announce the sale of art supplies, play music from a list approved by their NSE and enforced by the State, and personally ask the artist for help upon encountering them within one of the aisles. And while the owner of this local branch is not allowed to personally obtain art supplies on their own (that Power belongs to the NSE which this store is a member of), they do, however, have the Power to maintain ample stocks of art supplies that their superior NSE receives from SOEs (State-Owned Enterprise) manufacturing them by having them delivered through a local POE (Public-Owned Enterprise), whose truck drivers are making their rounds to deliver an assortment of different wares throughout the city.

A local family-owned restaurant is opening its doors as PDE, the sun's rosy fingers ascending from the east. The grandparents who own the PDE is organized as part of a local Guild

connected to the Chamber of their local Council, which represents the political-economic interests of all residing in the city. Even though their PDE is supposed to be affiliated with that Guild for as long as this PDE continues to exist, the grandparents still have the Power to pass on the PDE to their descendants tax-free and have the Power to enlist their children, grandchildren, friends and relatives to operate when they finally retire. They have the Power to serve the meals with the ingredients purchased from a grocer, another PDE, and keep knowledge of their recipes a secret.

In another part of the city, a civilian fishing vessel owned by a retired military veteran is arriving at a fishery near the docks. His crew are young men who are now returning to offload the shellfish they had caught from earlier. Both the captain and the crew are part of a POE of fishermen who are organized as members of their own Guild in a different Chamber of their local Council. The dockyard workers working at the fisher have Vocations as part of another SOE with the Power to repair the ship and send medical assistance to her captain and the crew if needed. They do not, however, have the Power to decide whether the captain and his crew will be selling the shellfish that are going to eventually be sold and ending up on a plate inside the aforementioned restaurant from earlier. The State's primary involvement are the economic planners and accountants responsible for recording what has transpired here and sending the information on a computer network and the arriving ambulance coming to take an unconscious crewman to the city hospital.

Meanwhile, a bank teller at a downtown National-Socialized Bank (NSB) is accepting the deposits of a stay-at-home mother with her toddlers. Married to her husband, who is working at the government offices of the national police downtown, she asks that the 1,450 GDM on the counter be deposited to their account and have 264 GDM wired to the saving account of a teenage sister-in-law as a birthday gift. Outside the NSB, the downtown skyline boasts several skyscrapers. One of the buildings happens to be a hotel overlooking the rising sun as it ascends above the waters to the east. The hotel lobby has a convenience store and restaurant owned by the establishment itself, a POE. The people working here are serving the tourists who had arrived from a nearby train station, who had arrived in the Socialist Nation from the city airport, which is owned by the city itself and operated by the State as an SOE. The national airlines, like the trains which delivered these tourists to the train station, are owned by the State as SAEs.

Back outside, across from the hotel lobby about a hundred meters up a busy road of oncoming vehicular traffic is a bookstore overlooking the city park. This bookstore is actually a foreign firm, a specialty shop that the State allowed to operate within the nation to sell copies of imported Japanese light novels, manga and some anime, all of which have been translated in the local language by translators who happened to be light novel readers and anime viewers who have turned their passion into a State-sanctioned Vocation. The bookstore was also receiving another delivery from the same local POE sending drivers in their delivery trucks around the city.

On the other side of the street, the trees and hedges around the park are well-trimmed, stone walls surrounding the park with its gates unchained and guarded. Past the gates are children riding their bikes and flying kites while their mothers are gossiping by the park benches. A newly-wed couple is setting up a picnic overlooking a bridge that crosses a pond and a marble fountain. Beyond the hedges, trees and stone walls is the entrance of the city's State Commissariat and Kontore opening their doors. Across from them is a Catholic parish owned by the local Archdiocese and an all-girl Catholic high school owned and operated by sisters of the RSCJ (*Religiosae Sanctissimi Cordis Jesu*; 'Religious Sisters of the Sacred Heart of Jesus'), the latter organized as a member of the national educational system. The Catholic priests who conduct the Sacraments and the Catholic mass here are free to uphold the Intents of their vows without interference from the State, provided they and the local Archbishop allow the State to levy the

Church Tax on their congregations to pay for the upkeep and maintenance costs of that parish and the nearby all-girl Catholic high school.

Later today, there is going to be a wedding at the parish and the families of the bride and groom will be with their friends and colleagues. With the Attrition Rate hovering below 3% and the Mechanization Rate at around 20% to accommodate Automation and protect affected Vocations for the groom's upcoming Four-Year Work-Plan, he and his wife can look forward to their futures and the newly-constructed apartment in the city outskirts. "It's morning again in America" and the Socialist Nation "is prouder and stronger and better." *"Why would we ever want to return to where we were less than four short years ago?"*

A "sacred oath," not a 'social contract', best describes what is occurring here and everyone who partakes in the Vocation recites it as a vow on the day of their enlisting and in front of state functionaries who recognize them as part of the workforce. The sentiment can be described as this: *'I am all of you and all of you are me, and the social bonds which we forge through the State are eternal. I for you, you for me in Solidarity – forever unending!'*

Let no one call this way of life a dystopian Utopia or utopian Dystopia; it describes what Socialism shall be, rather than what it ought to be. Everything described here in the preceding paragraphs are all applications of Productive Property and Personal Property. The State recognizes the Powers of everyone involved as part of the Totality and everybody involved recognizes the Powers of the State as part of the Totality. Everyone involved in their Vocations are well-informed of their Constitutional Intents and Obligations, the legal Duties of their Vocations and their legal Rights as citizens of the Socialist Nation.

c. Primer on Taxation, Welfare, Insurance, and Vocations

The economic model advocated by the Work-Standard is one characterized as a “Vocational Civil Service (VCS) Economy.” Under the LER Process, all economic activities are registered as Actual Arbeit and Actual Geld in the Life-Energy Reserve, both of which originate from the whole Socialist Nation being employed in “Vocations.” A Vocation is any Profession or field where someone is intuitively compelled to pursue as their personal calling in Life. It is a commitment toward fulfill an Obligation to serve the Totality by upholding the Duties of lifelong civil service to the State. Such a noble, honorable lifestyle is abhorred under Liberal Capitalism for defying the financial realities that Kapital itself imposes on all. That ends the moment Kapital is replaced by Actual Arbeit.

Vocations become feasible in the lives of young people after undergoing a period of discernment. The Faith that comes from staying true to one’s intended course in Life, the love that comes from doing what one was called to pursue out of Charity, and the Hope that comes from looking forever to everything that Life itself has to offer. Such Theological Virtues from the teachings of the Catholic faith have been stripped from the economic life of the Western world. It ought to be stressed that Liberal Capitalism has been a force for Secularization in the centuries since the Enlightenment. Even if one is not Roman Catholic (or, in many cases within the Western world, irreligious), Vocations represent a special calling. They do not always have to arise from economic Obligations from God, the Church or the State. They can also emanate from the realization of latent personal talents or suprapersonal Destiny of their people.

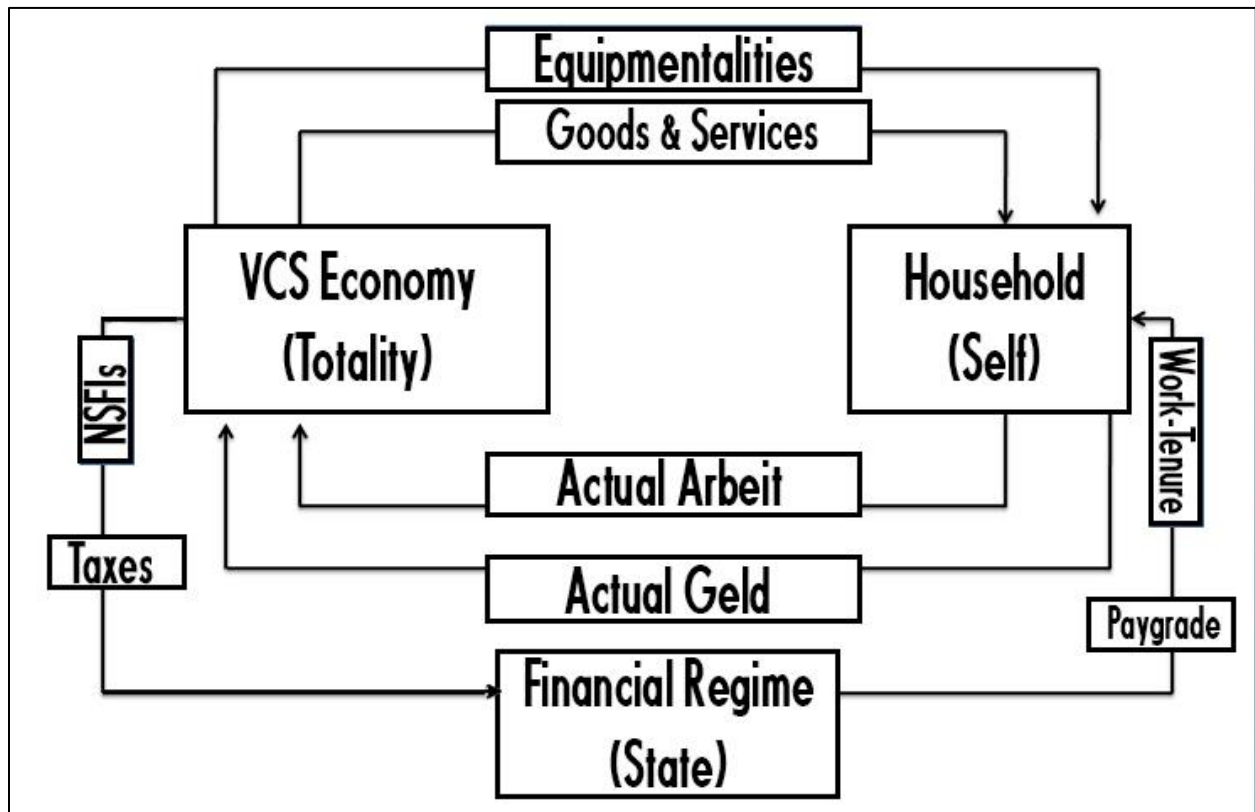
But given the circumstances of the Secularized Western world, similar terms have been given to refer to this very concept within economic parlance: “jobs for life” and the “iron rice bowl.” The latter term has Chinese origins that gained contemporary relevance in Mainland China during the reign of Chairman Mao Zedong. Much like Vocations, both continue to be increasingly rare, given the widespread prevalence of Liberal Capitalism on Earth.

Even so, Vocations are to be organized by profession within one of five different economic enterprises, organized according to their degree of State governance. Those five are State-Administrated Enterprises (SAEs), State-Owned Enterprises (SOEs), National-Socialized Enterprises (NSEs), Publicly-Owned Enterprises (POEs), and Publicly-Directed Enterprises (PDEs). Additionally, half of the problems in trying to revive the practice of pursuing Vocations by young people in the Western world has everything to do with Kapital. The Work-Standard, despite introducing the replacement of Kapital with *Geld*, must also tackle the issues of Taxation, Welfare, and Insurance. Their alternatives require fiscal, not monetary or economic, policies.

The Vocational Civil Service (VCS) Economy has no formal need for Taxation, Welfare, and Insurance under the Work-Standard. Most methodologies employed by all three are old holdovers of Liberal Capitalism. Every new Taxation scheme was done to finance the State, just as how every new Welfare and Insurance schemes created a ‘social safety net’ designed to catch people from seriously pursuing Pure Socialism. They also share the same dialectic: expropriators and the expropriated, the exploiters and the exploited. A true Socialist Nation would have these measures cut and replaced by different methods more attuned to the Work-Standard.

Instead of Taxes, there should be a Constitutional Obligation for the Totality of the nation-state to ensure that the *Geld* generated by all economic activities will be trickled-up to the State. The State shares in this Constitutional Obligation as part of ensuring that it continues to operate

on a balanced budget, maintains and improves the economy, and trickle-down payments to the Totality as Paygrades. There are two Constitutional Intents for this Constitutional Obligation.



*“**Paygrades**” are denoted by the Work-Standard as being intended for the payments allotted to all members within every household on a weekly basis. The Paygrades are set according to a national wage scale based on years of service and number of dependents, with children, students, elderly and disabled being counted as dependents.*

*In the places of Taxation are “**Sonderabgaben** (Special Charges)” related to specific Professions and Economic Sectors. The goal of Sonderabgaben is to be introduced by the State as part of aiding in the flourishing of the associated profession and economic sector. Special provisions are to be placed to ensure that the Geld gifted to the State will only be intended for their associated clients and never misspent by the State for unauthorized purposes.*

Furthermore, the purpose behind trickling up Geld created from all economic activities to the State and then trickling them down to the Totality also fulfills the dual purpose of diminishing the need for Insurance and Welfare. Geld that would have been spent on implementing nationalized insurance and social welfare programs can instead be allocated into profession-related accounts at State-owned savings and investment banks. Healthcare, childcare, housing, parental and sick leave, and training and education can all be gifted to each civil servant as part of their Vocation. Accidents and injuries from their Vocation will also need to be covered under different payment schemes compatible with the LER Process.

Should the Council State decide to pursue this alternative under the Vocational Civil Service Economy and Work-Standard, the most obvious result is the freeing up of governmental bureaucracies for more important Duties. That in turn will help alleviate the State’s burdens of dealing with the complexities of running the types of economies required by the Work-Standard.

D. Taxation and the Work-Standard (Pt. 1 of 3)

It is only appropriate to describe the Work-Standard's relationship with taxation policies from the standpoint of Hamiltonian Federal Socialism. Most Americans genuinely do not appreciate taxation policies. They are willing to tolerate when convinced they are necessary for the Totality, the American Union itself. However, a recurring problem throughout American history has been posited by Alexander Hamilton and the Federalist Party: Where will America find the Geld needed by the Federal government to sustain the Totality? How will the Federal government receive this Geld and what methods are going to be taken?

These questions informed Hamilton's decision-making while writing his portion of *The Federalist Papers*. He spent six Federalist Papers, from No. 30 to No. 36, on the very issue of taxation. While much of what was written therein are sound, some of them will need to be discarded due to two considerations. The most obvious was that Hamilton needed to present a quick rebuttal in order to justify the US Constitution's stances on taxation policies, including why Congress should have the power to levy taxes. The other is to discuss the issue of taxation in the United States from the purview of the Work-Standard, which will in turn support the veracity of Hamilton's arguments in other *Federalist Papers*. Since most Americans and non-Americans alike may not be aware of the historical origins behind the American aversion to Taxes, an overview of *The Federalist Papers* between 30 and 36 is necessary.

In *Federalist Paper No. 30*, Hamilton wrote that the Federal government needs to command the power to tax in order to sustain itself, maintain a national armed forces, and support the US economy. With the Work-Standard in mind, the second paragraph of that Federalist Paper becomes a justification for its existence in the American Way of Life:

"Money [Geld] is, with propriety, considered as the vital principle of the body politic; as that which sustains its life and motion, and enables it to perform its most essential functions. A complete power, therefore, to procure a regular and adequate supply of it, as far as the resources of the community will permit, may be regarded as an indispensable ingredient in every constitution. From a deficiency in this particular, one of two evils must ensue; either the people must be subjected to continual plunder, as a substitute for a more eligible mode of supplying the public wants, or the government must sink into a fatal atrophy, and, in a short course of time, perish."

The significance of perceiving the concept of Currency as Geld instead of Kapital puts the rest of Hamilton's arguments into perspective. He pointed out how the Federal government will allow the States within the Union to issue their own Taxes as "Internal Taxes" and Taxes on foreign trade called "External Taxes." Even today, the States which form the US levy their own state-level taxes just as local counties and metropolitan areas levy theirs. From a Federal Socialist perspective, these Internal Taxes can only be accepted by Hamilton for wartime conditions, but one must ask if Hamilton also made those arrangements as a compromise. For the conditions of Total Mobilization will eventually require implementing more standardized taxation policies.

Regardless, it is in a later passage that Hamilton went on to write:

"[T]HE NECESSITIES OF A NATION, IN EVERY STAGE OF ITS EXISTENCE, WILL BE FOUND AT LEAST EQUAL TO ITS RESOURCES."

This statement is an important one for the Work-Standard in context of the Total Economic Potential. For the American Union, the US Dollar must always be backed by the Arbeit of the American people. The Arbeit of the American people coexists in lockstep with their Geld, the same Geld which Hamilton focused on in the next five Federalist Papers.

Federalist Paper No. 31 is favorable to the Work-Standard's advocacy of its Vocational Civil Service (VCS) Economy model more than the currently existing Liberal Capitalist Market Economy. Hamilton maintained that the Federal government needs the means required in achieving specific goals. In the case of the Work-Standard, Hamilton is advocating for the Federal government to be able to sustain and maintain its command over the economy. However, Hamilton saw Taxes as one of the requirements for sustaining the national economy. Again, this too can be discarded because there are specific ways the Work-Standard can help a national government finance itself. It can be done without resorting to the Keynesian methods of sustaining higher taxation rates and government spending which America experienced in the 1950s and 1960s.

The real challenge, as far as Hamiltonian Federal Socialism is concerned, involves finding the mindset suitable for the conditions of Total Mobilization. Even though Hamilton technically contributed to Total Mobilization through the fostering of industrial manufacturing, the American people as a Totality have yet to find the right mindset. That mindset was described by Ernst Jünger once in *Der Arbeiter*, which can be summarized as: "*The more Prussian, or the more Bolshevik one's life can be lived, by the way, the better off life will be.*"

In essence, the mindset alluded here is one defined by national civil service, fiscal discipline, selfless devotion, the determination to take on higher Duties and Obligations under the US Constitution. This cannot be imposed by laws or by so-called "Incentives." It is defined by how somebody chooses to live their life. Even in contemporary America, that mentality can still be found in the US armed forces, among Federal and State civil servants, among priests and religious (such as those who are Roman Catholics and the Eastern Rite Catholics, Lutherans and the Eastern Orthodox), scholars and artists genuinely committed to their Arbeit instead of Kapital.

The next four *Federalist Papers*, No. 32, No. 33, No. 34 and No. 35, focus on the economic, social and political aspects of an American VCS Economy operating in sync with the Work-Standard. Beyond Hamilton's continued rhetoric about justifications behind Federal taxation policies is the necessity for Council Democracy, the Federal government wielding the Intents of Command and Obedience, and why there are limits to levying taxes.

Federalist Papers No. 32 and No. 34 has Hamilton justifying the Constitutional basis behind the Federal government's power to levy taxes throughout the entire American Union. In particular, he insisted that the power of taxation belongs to the US Congress, which is perfectly understandable if Congress was still a Council Democracy. The contemporary Congress, including its failures and feebleness, is a Parliamentary Democracy. Most Americans have little to no faith in the competence of the House of Representatives and the Senate. Hannah Arendt and Russell Kirk arrived at similar conclusions within their own respective works between the 1950s and 1970s, and it became the subject of concern about the future of the Union. Where Arendt and Kirk can be understood as sharing similar ideas is their belief that the Union needs to return to the Councilor governance that Hamilton and the Federalist Party intended to establish. Only in a Council Democracy can Congress be able to act decisively to serve the Totality vis-à-vis an American VCS Economy.

Federalist Papers No. 33 and No. 35 involved Hamilton providing the grounds for Total Mobilization among several topics: the Intent behind the "Necessary and Proper Clause" and the "Supremacy Clause"; why taxation is best suited for the national emergencies of Carl Schmitt's

“State of Exception”; and why any new taxation policy needs to be scrutinized within the framework of Council Democracy. There is a lot of information to discuss and all of them has already been discussed in one form or another across other SMP Compendium entries. For the sake of understanding the Work-Standard, a review of relevant topics is in order.

The Necessary and Proper Clause and the Supremacy Clause within the US Constitution has always been targeted by Jeffersonian Democratic-Republicans, the Liberal Capitalists, for centuries. Most Americans and perhaps some non-Americans will encounter people claiming that the Constitution grants “too much power” to the Federal government, that there needs to be some form of “limited government” or “small government.” These principles are as Jeffersonian as they are also the byproduct of the Great Divergence within the Federalist Party, when Jefferson’s protégé James Madison betrayed Hamilton and the Federalists. The historical purpose of those Clauses is to essentially assert the political legitimacy of the Federal government wielding the Intents of Command and Obedience, including the legal jurisprudence required for the existences of Constitutional Intents and Obligations and a Legal Code of Duties and Rights.

The Federal government serves the American people, who in fact are Sovereign under Total Mobilization. This will always be the case until the occurrence of a State of Exception, which should be reserved for any rare life-or-death moments in America’s future. Outside of a State of Exception, the pressures of Total Mobilization will continue to force everyday Americans to advocate for reforming the US Congress. It is already discernible within the concerned raised over various practices characteristic of Parliamentary Democracy. From combating the subversive influences of Kapital by lobbyists and special interest groups and the end of Gerrymandering to the end of the Senatorial Filibuster and reforming the Electoral College.

As stated earlier, taxation should be reserved as a last resort under the Work-Standard. It deserves to be limited only to where and when it becomes necessary for the Totality. In a Council Democracy, the American people will be able to voice their grievances against Congressional approval of unnecessary taxation policies and recall those who fail to serve the Totality through a vote of confidence at the State level, which is not possible in Parliamentary Democracy.

Furthermore, Hamilton warned about the dangers of any Tax whose existence cannot be justified because there will always be the potential for economic self-sabotage. A notable example cited in *Federalist Paper No. 36* was a Poll Tax on the population of the American Union. Poll Taxes are to be rightfully rejected due to being indiscriminate toward whether those affected who lack the means required to afford it. It is due to this consideration that Hamilton advocated the need for an organizational body of tax collectors who must know their jurisdiction and the people who reside within it. Those tax collectors will be the ones with the Duty to set the valuation of tax rates on behalf of the State and Federal governments. Contemporary America generally understands this particular organizational body as the “Internal Revenue Service” (IRS).

Given the Work-Standard’s minimization of Taxes, it is possible to reinterpret *Federalist Paper No. 36* as delving into Mission-Type Economic Planning. That will entail economic planners and a retinue of accountants recording the contributions of Arbeit from various jurisdictions at the local, regional and national levels. Hamilton’s warnings about excessive taxation can now be reinterpreted as a warning of the need to avoid excessive Attrition by ensuring realistic expectations are pursued among economic enterprises are by pursued. Beware that excessive Attrition is potentially fatal and may lead to the needless injuries and deaths in the workspace.

In retrospect, there are three important implications posed by the Work-Standard about taxation policies. The most obvious of them is that Taxes are most ineffective if their Intent is to “redistribute wealth.” Such policies have no place in the metaphysics governing the State of Total

Mobilization insofar as they belong to the epoch of 19th century Liberal Capitalist economics. Another implication is the Work-Standard's ability to contribute more Geld from a larger diversity of sources of Arbeit, which has never been possible with Kapital. It is now feasible to for governments as large as the US government to sustain a large portion of its costs without resorting to Keynesian-like methods. This leaves the existence of taxation policies under the Work-Standard to accommodate the more obscure policies proposed by Hamilton. These include the usual ones which further economic growth and protect national industries from foreign economic powers, while the rest are those intended for promoting economic activities more favorable to the Totality and others that try to dissuade the proliferation of less honorable ones.

e. Taxation and the Work-Standard (Pt. 2 of 3)

The contemporary US Taxation System in the early 21st century is in many respects a byproduct of the haphazard implementation of Total Mobilization *after* Alexander Hamilton's death and the dissolution of the Federalist Party. Much of it was introduced under wartime conditions. While there was a Federal Sales Tax introduced in the War of 1812 and a Federal Income Tax in the Civil War, the vast majority occurred during World Wars I and II, when Jeffersonianism was at its height of power under Presidents Woodrow Wilson and Franklin Delano Roosevelt. Given this frame of reference in mind, it is inevitable to expect the complexity of US Taxes to grow exponentially to ensure not a single US Dollar in Kapital escapes the watch of the Internal Revenue Service (assuming the IRS is being well-funded, of course). This is essentially what will happen if Total Mobilization has Kapital and Schuld as its metrics, not the Arbeit and Geld of the Work-Standard.

America has twelve different Taxes (and a hidden thirteenth), organized into three verbs within the English language, all of them revolving around Kapital itself: Earn Kapital, Buy Kapital, Own Kapital. It helps that the Work-Standard is now detecting the psychological and psychic conditions governing these processes, especially in contexts where there is neither Arbeit nor Geld. A more accurate description of these psychological and psychic conditions within the American Way of Life is "to give Pain and receive Pleasure" or "to give Pleasure and receive Pain."

1. Earn Kapital and receive "Personal Income Taxes," "Corporate Income Taxes," "Payroll Taxes," and "Kapital Gains Taxes."

Personal Income Tax affects the amount of Kapital allocated to a person's annual wages, salaries or investments. Corporate Income Tax affects the amount of Kapital generated by the profits of privatized commercial firms. Payroll Tax affects the amount of Kapital being redistributed to the fruits of FDR's New Deal programs such as Medicare, Medicaid and Social Security. And the Kapital Gains Tax affects the amount of Kapital that can be generated from LCFIs (Liberal Capitalist Financial Instruments) like stocks, bonds, commodities, derivatives and so forth.

2. Buy Kapital and receive "Sales Taxes," "Gross Receipts Taxes," "Value-Added Taxes" (VAT), and Excise Taxes.

Sales Tax affects the amount of Kapital spent on purchasing goods and services. Gross Receipt Tax affects the amount of Kapital from those same sales of those goods and services. VAT affects the amount of Kapital that occurs from the process of creating goods and services. And Excise Tax affects the amount of Kapital spent on specific goods and services like gasoline, alcohol, gambling and betting, soda and tobacco.

3. Own Kapital and receive "Property Taxes," "Tangible Personal Property Taxes," "Estate and Inheritance Taxes," and "Wealth Taxes."

Property Tax affect the amount of Kapital that can be generated from the commoditization of land and buildings. Tangible Personal Property Tax is similar to Property Tax, except it is levied against the Figure of the Arbeiter and the Art of Technology itself—vehicles, equipment and inventory, furniture, and anything intended for Total Mobilization. Even more problematic are Estate and Inheritance Taxes, which affect the amount of Kapital that

can be passed on to future generations, and come with a hidden thirteenth Tax called a ‘Gift Tax’. And worst of all, a Wealth Tax affects the amount of Kapital that somebody borrows from commercial banks as loans and the amount of Schuld that exists as a consequence.

These twelve different Taxes may seem easy enough until one realizes there are Federal Taxes from the Federal government and then there are State Taxes from the State governments. Even more problematic are Municipal Taxes levied by a local metropolitan area, city, or county. Everything adds up and everyone must report all of the Kapital to ensure that not a single US Dollar in Kapital is left unaccounted for.

It is well-known in the Western world that the US still has one of the lowest Taxation Rates on Earth. In the UK and the EU/NATO member-states, Taxes are even more painful as their Welfare Capitalism has been engaging in more aggressive techniques since the Cold War. The Scandinavian Social Democracies make the US Taxation System resemble a sexual fetish because the Scandinavian Model is backed by the Kapital from Petroleum and Free Trade.

The Prussian or Federal Socialist way of dealing with something as complex as the US Taxation System is to *neither raise Taxes nor cut Taxes*. The choice between “to give Pain and receive Pleasure” and “to give Pleasure and receive Pain” is not an authentic one at all because the result will always be the same in the end. The only real difference is who else gets to be exploited.

New policies require new tactics; never pour new wine into old wine bottles. If the US Dollar gets pegged to the Work-Standard, the US Taxation System will become obsolete because of its impractical nature and its inability to exist without Kapital and Schuld as overriding factors in the American Way of Life. Its abandonment will coincide with the introduction of Arbeit and Geld and everything else which defines the characteristics of the Work-Standard. An example of those changes is the psychological and psychic conditions of the concept of Property.

In Liberal Capitalism, there is Private Property-as-Wealth and Common Property-as-Wealth. The latter term is where the English-speaking world got the term “Commonwealth,” which can be found in the legal names of US States like Virginia or Pennsylvania and the Commonwealth countries that once constituted the British Empire. To abolish Private Property is to also abolish Common Property, and what shall be the replacements for those two conceptions of Property? Under Socialism, there can only be “Personal Property” and “Productive Property,” their significance to the Work-Standard to be explored in another SMP Compendium entry. What can be discussed here, however, is the tendency among Americans to develop mixed feelings about the everyday lives of the wealthy, how that ties in with the concepts of Private and Common Properties as well as the US Taxation System.

Any close glance into the lives of wealthy Americans will come away with the impression of a deliberate choice to live frugally. This must not be mistaken with the Prussian or Federalist way of living for three important Intents. First, wealthy Americans need to convey an image of themselves being inconspicuous and not attracting too much attention about their wealth. Second, the concept of Kapital functions as an informal Ranking System influenced by the metrics of “Net Worth” and “Credit Score.” And third, they need to preserve as much of their Kapital as possible to avoid the US Taxation System. It is often the latter which influences their decision-making process insofar as it affects the first two Intents.

A wealthy American, in order to preserve their Kapital, will try to invest in LCFIs (Liberal Capitalist Financial Instruments), which are known to serve as a manifestation of Private Wealth. This accounts for why their Net Worth can be said to grow rapidly over the course of several years in spite of the livelihoods of the American people. After all, given the abstract characteristics of Kapital since the death of Bretton Woods, the financial markets are able to operate independently

of the national economy. Under US Tax Law, LCFIs do not count as a source of income until somebody decides to sell the LCFIs by converting them into Liquidity.

Another potential avenue is for them to borrow Kapital from a commercial bank by relying on the Fractional-Reserve Banking System. Since Kapital is literally being created out of thin air, what limits how much Kapital any wealthy American can borrow is the Schuld and Interest Rate (if there is any). A good indicator for this trend, of course, is discernible from their attempts to 'live frugally' by reducing their salaries and minimizing their expenses. Any big purchases on their part means having to pay more Schuld or the banks becoming hesitant in allowing them to borrow because they are expecting them to pay back what they had borrowed.

And finally, if they have children and not have any divorce settlements, they can establish philanthropies and charities to obtain Tax Credits and Tax Benefits. The more Tax Credits and Tax Benefits they obtain, the more Kapital they can pass on to their descendants. This is also a great way to improve how they are perceived by other Americans since their attention will be redirected to those philanthropies and charities.

Most wealthy Americans, as with the rest of the US, are more inclined toward obeying the law and refraining from resorting to illicit means of hiding their Private Wealth. Those who do hide their Private Wealth tend to be involved in criminal activities or else have convinced themselves that the US Taxation System is unjust, which has happened throughout US history. Obviously, the idea of the wealthy illegally hiding Private Wealth for any Intent beyond personal self-interest is rare. They know that there is far too much lose from engaging in such behaviors. Thus, it makes perfect sense for some of them to reform the US Taxation System by lowing Taxes, but not replace it outright with a different way of doing things. It also makes sense for them to avoid places with higher Taxation Rates in a manner comparable to somebody instinctively removing their hand from a hot stove.

The behaviors exhibited by wealthy Americans and the manner in which others perceive them are indicative of Marginal Utility's application within the US Taxation System. It should be repeated over and over that Marginal Utility emphasizes the most pleasure for the least pain or "the greatest happiness for the greatest number." When the US Taxation System is altered, what is being done is the decision to choose between "to give Pain and receive Pleasure" and "to give Pleasure and receive Pain."

That is the secret trick behind the concept of "Wealth Inequality" as a diversion from addressing the failures of Liberal Capitalism. Granted, these conclusions should not be seen as an excuse to overlook the plight of anyone living in America. All Americans, regardless of where they exist in the Union, are overburdened by an excess of Kapital pegged to Schuld. There is plenty of pleasure and pain to go around insofar as Marginality Utility itself is concerned. Everyone finds pleasure in the pain they inflict on others, and everyone finds pleasure in the pain inflicted on them by others. The term "Sadomasochism" is appropriate in describing what is happening here.

As for the Work-Standard, the dynamics of Arbeit and Geld operate according to different psychological and psychic conditions. This extends to the manner in which taxation policies are addressed politically and how they affect the Socialist Nation economically. These distinctions will become apparent as we explore Part III of this SMP Compendium Entry.

f. Taxation and the Work-Standard (Pt. 3 of 3)

The past two parts of this SMP Compendium should be obvious by now. Taxation under the Work-Standard is going to operate according to a different set of parameters than how they are normally conducted under Liberal Capitalism. The purpose of any Tax will not be an excuse to finance the costs of the State; the State already has the means to sustain itself because of the Work-Standard. Its purpose must also not be an Intent of trying to redistribute “Private Wealth” and “Common Wealth,” ‘Private Property’ and ‘Common Property’ respectively, because those conceptions of Property are predicated on the existence of Kapital. In a Socialist Nation under the Work-Standard, Progressive Taxation and Regressive Taxation will become redundant.

This leaves taxation policies to be restricted to the State promoting certain behaviors and dissuading others. Here, the Intent pertains to the flourishing of the Totality. Two examples were stated from the purview of Federal Socialism in Part I. Those examples are “*Sonderabgaben*” (Special Charges) for supporting the development of newly-emerging domestic industries and Taxes that discourage dependency on foreign imports. The latter technically falls under the purview of Real Trade Agreements (RTA). Whether those Taxes are going to be levied as “Tariffs” needs to be negotiated with the other nation-state. The terms which govern that portion of the RTA in question can be discussed alongside the terms which also govern the “People’s Surcharges.”

Granted, the *Sonderabgaben*, People’s Surcharges and Tariffs are not the only ones which could be considered permissible under the Work-Standard. For as stated earlier, all Taxes need to be conducted with a specific Explicit Intent in mind. A recent Blog post for *The Fourth Estate* alluded to a few examples that are worthy of mention here.

One example dating as far back as Ancient Rome as the “*Aes uxorium*” and more recently by the former Soviet Union and Eastern Bloc countries is a “Childlessness Tax.” In the Soviet Union alone, a Childlessness Tax was levied on men aged twenty-five and older who were unmarried and had no children. Those affected by the Tax had their incomes reduced by up to 6%; those earning below the average median, university students and military recipients of certain prestigious awards are exempted. The Intent of this policy was to compel young men into marrying and raising families at younger ages because doing so meant not having to pay the Tax. In a world where birthrates of Western countries (and more recently, developed countries) have fallen to unsustainable levels, such a policy could be revisited.

Could a Childlessness Tax be feasible in countries like Germany or Japan, two countries with some of the lowest birthrates on Earth? That question can also be asked about other countries experiencing the same issue like Hungary, Poland, South Korea, Greece, Latvia, Finland, Sweden and France. Before any serious consideration of a Childlessness Tax can be signed into law, investigative scrutiny into their ‘pro-natalist’ policies are necessary.

From the outset, these pro-natalist policies look pretty until one realizes how shallow their essences truly are. What is really occurring with those pro-natalist policies is an expansion of Welfare Capitalist Incentives. The psychological and psychic conditions of Kapital are at play once again, except it is now literal. The choice between “to give Pain and receive Pleasure” and “to give Pleasure and receive Pain” finally has sexual overtones as a kind of ‘Kapital’.

One example to be mentioned here is “Baby Bonus.” A Liberal Capitalist government pays the family for the costs of conceiving or adopting a child. There is the “Children’s Allowance,” which is redundant in the Work-Standard’s Paygrade Scale because it involves issuing a fixed amount of Kapital to children, teens and young adults. A good analogy for Americans is basically Social Security for the underage. Another includes “Paid Maternity Leave” and a similar variant,

“Paid Paternity Leave,” where a newlywed couple receive a fixed amount of Kapital from their government to cover the costs of caring for newborns.

These arrangements are actually wasteful, counterproductive and do not really address the real costs of raising the next generation. On top of other Welfare Capitalist programs like childcare and healthcare and the costs are definitely going to pile up by dint of growing inefficiencies. The inefficiencies are far more than the limited amount of Kapital in existence or an unproductive bureaucracy. It also includes the very fact that these payments are *so tiny* that it is senseless to expect a newlywed couple to rely on those payments alone.

The Prussian or Federal Socialist way of doing things is to include Paid Maternity and Paid Paternity Leave on top of the newly-wed couple’s Paygrade. Their Paygrade is going to have enough for them, their children, their parents (if retired) and anyone else living at their house. It is unnecessary to include anything more than what is already included in that Paygrade. As for the healthcare, childcare and educational costs, the State will cover them. The Geld originated from the large influxes of Arbeit contributed to the Life-Energy Reserve by hospitals, nurseries, kindergartens and schools. Medical and nursing, childcare and educational professions are all higher contributors of Arbeit under the Work-Standard.

With the financial matters taken care of, all that remains are the social and political Intents of childbearing. Women who raise more than three children will receive a medal by the State. This medal is a three-class one that is awarded in bronze to the mother shortly after childbirth, preferably the birth of her fourth child. She receives the second class of this medal in silver following her sixth child and a shiny golden one after her eighth. Such medals did exist in the Soviet Union, the “Order of Maternal Glory” and “Order of the Mother Heroine” from 1944 to 1991 and the Soviets were not the only ones. In France, there is the “*Médaille de la Famille française*” (Medal of the French Family), which is still awarded over a century after its inception in 1920. And in the German Reich, there was the “*Ehrenkreuz der Deutschen Mutter*” (Honor Cross of the German Mother), except this one was created under the Hitlerists, unfortunately.

The social factors which bring honor to childbearing for young women will depend on the Socialist Nation’s promotion of religiosity, providing access to quality housing, and the assured encouragements from the Totality. Family and friends are not enough. No woman, no matter the circumstances in her life, should ever have to be discouraged from this noble endeavor. The State can start by addressing any potential disparities in Paygrades when she marries her spouse, who may either have a higher or lower Paygrade. Shall her Paygrade be adjusted to that of her husband, or shall the couple share a higher Paygrade? Since the Paygrade is on a per-household basis, the State will combine their Paygrades as one to symbolize the sanctity of their marriage. That Paygrade will last until the hour of death; a divorce may alter the terms, but so will one of them deciding to remarry somebody with their own children (a problem in Western countries).

Another example is the “Church Tax,” which the State levies to members of a religious congregation to sustain the upkeep of parishes, convents, monasteries and cathedrals. This sort of policy is suitable for nations considered part of the Catholic world (which also happens to constitute a decent portion of the Western world), where a significant portion of the population consider themselves as members of the Catholic faith. Since Catholic deacons and priests, nuns and monks, sisters and brothers, monsignors, bishops, archbishops and cardinals rely on other sources of income, the laity can help finance the construction and upkeep costs of institutions devoted to the Catholic education of the youth for instance.

In the Catholic faith, the clergy and religious pursue their Vocations with Vows of Poverty, Chastity and Obedience. They are far more attuned to the Intents of Command and Obedience

because of what their Vocation expects of them in service to the Totality. However, the Catholic Church continues to view Socialism with suspicion because the ecclesiastical authorities remain convinced that all Socialisms are Marxist. They remain oblivious to the fact that the Marxists themselves have their Dogmatists and Revisionists, their disagreements over “Socialism in One Country” and “Permanent Revolution.” Nobody understands it yet, but Socialism is not supposed to be a Science; it is supposed to be part of a nation’s way of life.

If there is any hope for the Catholic clergy to support Socialism, it must be one in which they are confident that the People’s Party of the Socialist Nation will not persecute them for their beliefs, confiscate their parishes, cathedrals, schools and universities, as well as allow them to practice the Catholic faith undisturbed. The same can be said for other religions, especially if the nation-state implementing the Work-Standard happens to include large religious minorities. Rather than promote Secularism or Scientific Atheism, it would be best that a consensual pact is struck between religious congregations to freely practice their faith and receive State support as citizens of the nation, but not implement policies which impose one faith on all.

It helps immensely that clergymen and religious contribute even more Arbeit when compared to teaching and medical professions. The clergy and religious are used to receiving Paygrades as part of their Vocations, so it is understandable to receive enough for their ascetic lifestyles. The State and the Totality should give these people the honor they deserve and the sacrifices they are willing to make under the Work-Standard.

Certain Taxes should be levied on goods and services with the potential to harm the Totality. Those include alcohol, tobacco, gambling, pornography, and cannabis. It is better to restrict access than to illegalize them outright because the contributions of Arbeit from those involved are low-tier when compared to the Arbeit of schoolteachers, university scholars, medical doctors and nurses. When compared to the clergy and religious, the contributions of Arbeit are abysmal. In the United States and early Soviet Union, alcohol was prohibited on moral grounds.

There were instances of Americans keeping secret stockpiles around to earn Kapital. La Cosa Nostra, the “American Mob,” rose to prominence as a result of Amendment XVIII in the infamous “Prohibition.” Prohibition was only repealed because of Amendment XXI voiding Amendment XVIII. Alexander Hamilton’s fears about the integrity of the Bill of Rights within Federalist Papers No. 84 and 85 had become a reality in the 20th century.

And in the Soviet Union, Mikhail Gorbachev tried raising Taxes on the Price of alcohol from 1985 to 1987. The Taxes reduced rates of alcoholism and increased life expectancy by reducing the amount of potential Revenue for the Soviet central government. A similar decision can finally be done under the Work-Standard. The costs of those Taxes can be sustainable if sufficient alternatives exist. With the influence of the clergy and religious and the support of the Totality, there will always be plenty of Meaningful Work around for good-paying Vocations.

The implications of the Work-Standard concerning taxation policies raises serious questions about the Quality of Arbeit. Why should the clergy and religious, the medical and teaching profession contribute more Arbeit and thus more Geld? Why should alcohol, tobacco, gambling, pornography, and cannabis be contributing less Arbeit and thus less Geld? The significance deserves its SMP Compendium entry because of relevant entries related to “Work-Productivity,” “Solidarity” and “Economic Socialization.” Since those three variables are still perceived as three separate topics, an entry combining all three will put the Quality of Arbeit and Quality of Geld into perspective. Doing so will also provide greater clarify over the dynamics of the Total Economic Potential (TEP) and the Total Financial Potential (TFP).

g. Critique of the “Fractional-Reserve vs. Full-Reserve Banking Dialectic”

Various proposals were offered in the 1930s to counteract the negative effects of the Great Depression. From monetary reforms and nationalization of privatized firms to the popularization of Keynesianism and Soviet-Type Economic Planning, the decade was a period of economic experimentation and innovation. Whether any or all of them offer promising results is beyond the focus of this Blog post. What can be said is that there have been questions over whether the current model of “Fractional-Reserve Banking” should be replaced by “Full-Reserve Banking.” Such questions persisted long after the Great Depression and the Second World War, especially as Kapital asserted greater influence over all economic life within the Western world.

In Fractional-Reserve Banking, the commercial banks are required by law to only keep a portion of any Kapital that their customers deposit at any of their local branches. Any excess Kapital is permitted to be freely lent to potential borrowers. The whole purpose, including its rationale, depends on the Incentives of Supply and Demand. By conducting themselves along those parameters, commercial banks ‘stimulate’ the so-called “Money Supply” by investing the Kapital as “Credits” which Borrowers then accept as loans. Those loans are then spent on the production of goods and services, thereby contributing economic growth within the framework of a Market/Mixed Economy.

The trick with Fractional-Reserve Banking is how there is *no expropriation* involved. The Kapital which somebody deposited into their account is still recorded on the financial ledgers of their commercial bank. The commercial bank is limited by the Central Bank of their nation-state to keep a “Reserve Requirement” of Kapital on their own accounts with the Central Bank. That deters those commercial banks from not having any Kapital available in case of, for instance, bank runs. All of this seems sound until one realizes where are the commercial banks getting the additional Kapital to offer loans if deposits are left unaffected?

Seen in this context, it becomes natural to expect Kapital to be ‘created out of thin air’ by the commercial banks in order to drive economic growth. But since Kapital is ‘created out of thin air’, what is ultimately backing Kapital? The simplest answer is Schuld–Kapital is essentially pegged to Debts that materialize whenever Borrowers accept loans from the Lender. The Schuld that emerged from the transaction become an “Incentive” in its own right, forcing the Borrower to earn more Kapital than what they had originally borrowed in order to pay off the Schuld. This becomes even more problematic if there is an Interest Rate because that can cause economic growth to fall. The trick there is the “Money Multiplier,” which Fractional-Reserve Banking requires in order to expand the Money Supply by commercial banks accepting deposits and lending loans. If economic growth continues from people overworking themselves to earn more Kapital and people are depositing more Kapital to their accounts, the Market/Mixed Economy functions.

But there are limits to this sort of banking practice. Fractional-Reserve Banking cannot tolerate everyone withdrawing their Kapital from the financial system simultaneously. Perceived economic decline can force people to make a run on the banks and withdraw their Savings. Commercial banks are tolerant of certain numbers of people making withdrawals; larger numbers of people will cause to become insolvent and eventually collapse from a bank failure. While this sort of behavior occurred during the Great Depression, it has not stopped commercial banks to maintain smaller Reserve Requirements and their Central Banks to sustain lower Interest Rates.

Given the problems of Fractional-Reserve Banking, an alternative was posited in the form of “Full-Reserve Banking.” Full-Reserve Banking basically means that the commercial banks are supposed to maintain full reserves of Kapital in deposited accounts at a times. Since the banks will not be ‘expropriating’ any Kapital from existing deposits, any loans they issue to potential Borrowers are limited to the deposits that they have in reserve. To understand the origins of Full-Reserve Banking is to also understand why the Work-Standard is incompatible with any pure application of Full-Reserve and Fractional-Reserve Banking.

Full-Reserve Banking originated from the details of the “Chicago Plan.” The Chicago Plan was a set of banking reforms proposed by economists from the University of Chicago, the most important of them being Irving Fisher. These Chicago economists advocated for separating the process of creating Kapital from the lending of Credit, but never separate the concept of Currency from Kapital itself to yield the “Geld” of the Work-Standard. What Fisher and those men conceptualized was Full-Reserve Banking and “Narrow Banking.” The latter is even more ‘radical’ (by Liberal Capitalist standards) than the former insofar as commercial banks are restricted to accepting deposits and withdraws of Kapital.

The crux of Full-Reserve Banking was poorly described Fisher as “‘nationalize’ money, but do not ‘nationalize’ banking.” Put another way, the creation of Kapital had placed greater emphasis on the financial powers of the Central Bank. The fact that people have advocated for Full-Reserve Banking to remove Schuld from Kapital is outrageous, regardless of whether one chooses to go by Liberal Capitalist or even Socialist standards. For the Work-Standard, adopting either Fractional-Reserve Banking or even Full-Reserve Banking is insufficient in facilitating the Vocational Civil Service (VCS) Economy’s conversions of Arbeit into Geld. The justification for the Work-Standard to realize a distinct banking practice is three-fold:

- There needs to be somebody besides the economic planners to register the contributions of Arbeit to the Life-Energy Reserve on behalf of the Central Bank. The economic planners cannot oversee this task because they need to focus on the Solidarity of the national economy. At the same time, the economic planners’ accountants cannot do it since their attention is focused on the Quality of Arbeit across various professions, enterprises and economic sectors.
- There needs to be somebody to help the Central Bank facilitate the conversions of Arbeit into Geld based on the overall Quality of Arbeit and the Quality of Geld. The Central Bank can readily convert Arbeit into Geld, but they are counting on somebody else keeping track of the financial ledgers provided by the accountants and economic planners.
- And there needs to be somebody to help the State distribute Revenues intended for Expenses and Paygrades. Additionally, that same somebody needs to facilitate the wiring of Geld to different accounts, can issue Geld as loans in exchange for Arbeit. They must act as the immediate between the State and Central Bank, the State Commissariats and Kontore, economic planners and accountants, and the enterprises and professions that govern various Vocations.

In essence, the banks are needed as “National-Socialized Banks” (NSB)” that are subordinate to the State and its Central Bank but beholden to the national interests of the Totality. Complementing the NSBs are “State Banks,” which are meant to oversee personal savings accounts as well as process the financial records of Economic Planners for their Central Planners.

The roles of the State Banks are to be specifically designed for the financial transactions of the Work-Standard. When the Economic Planners record the Work-Productivity (WP) and

Work-Intensity (WI) of their enterprises, they and their fellow Accountants calculate the numerical values in accordance with the Total Economic Potential (TEP) and by extension the Real Total Economic Potential (RTEP). Accountants send their calculations to these State Banks for them to register them in their accounts at the Central Bank. Included in their registrations are the numerical values for Quality of Arbeit (QW) and the Quality of Geld (QM).

With the calculations in the Quality of Arbeit and the Quality of Geld, the Central Bank is finally able to oversee the conversions of Arbeit into Geld. Geld is then given to the State as Revenues. Some of that Revenue will be spent on Expenses and Paygrades, the rest allocated to the State Budget. It is up to the State to decide how much the Central Bank should be allowed to give to the banks for potential loans. But unlike the loans under Liberal Capitalism, these loans are drawn from the Solidarity of the Socialist Nation. This Solidarity, intended for the NSBs, is called the “Earmark Requisition,” which stipulates that the NSBs can only issue loans based on the amount of Geld that had been allocated to them from the Central Bank.

Borrowing a loan under the Work-Standard is going to be different from borrowing a loan under Liberal Capitalism. Those who decide to borrow loans will not be charged Interest, but they will be charged a special “Service Fee” because they had chosen to rely on the services of the banks. This Service Fee is to be set by the Central Bank and made applicable to all National-Socialized Financial Instruments (NSFIs) under the Work-Standard. It is to be paid up front as part of most financial transactions. The banks contribute half of their Arbeit through maintaining deposits and lending; the other half comes from their clients borrowing and withdrawing Geld as part of pursuing a new Vocation or establishing their own State-Owned Enterprise. This deters Usury and the Schuld Bondage which plague banking establishments under Liberal Capitalism.

Loans issued by National-Socialized Banks are known as “Work-Tenures.” Despite their similarities to the Four-Year or Five-Year Work-Plans issued by the Kontore, Work-Tenures are tied to the Intents of the Borrower. The Borrower states that they needed a fixed amount of Geld to create their own Vocation or found their own State-Owned Enterprise. The Lender issues them the Geld under the condition that the Borrower will assume command responsibility of living economic life at their own initiative. The Borrower must pay back the Geld by contributing the equivalent amount in Arbeit. If the Borrower fail to pay back the Geld, then the bank is legally bound to charge any remaining amount as Schuld. The Borrower will then be asked to reconsider their personal pursuits, the State intervening to return them to their original Vocation.

In retrospect, the type of banking practice under the Work-Standard is entirely different from what is to be expected from Narrow-Reserve, Fractional-Reserve, and Full-Reserve Banking because of its reliance on the LER Process. This in turn is what gives it the distinct designation known as the “Reciprocal-Reserve Banking System.”

h. Reciprocal-Reserve Banking

Conventional banking practices will be revolutionized by the Reciprocal-Reserve Banking System. Its methodology differs from how those found in Liberal Capitalism and most historical and existing Socialisms. No other Socialism has been able to realize this for reasons that pertain to the concept of Currency being pegged to Arbeit. The banks will operate as the subordinates of the Central Bank, the Central Bank subordinate to the State Council and Heads of State and Government in the Socialist Nation. The State wields the Intents of Command and Obedience.

Under the Work-Standard, most banks are to be ranked as State-Administrated Enterprises (SAEs), the highest rank in terms of political-economic governance. That means following the direct orders of the State itself, from the amount of Geld that banks are allowed to lend to the role they will play within the allocation of Geld as Paygrades on a per-household basis. The banks will not be operating according to Fractional-Reserve Banking; Geld is now created by the Central Bank through conversions from Arbeit. They will also not be operating according to Full-Reserve and Narrow-Reserve Banking. Apart from their own efforts, most of the Arbeit will be coming from the VCS Economy and the State, in addition to Real Trade Agreements (RTAs). The only real exception to this rule is “National-Socialized Banks,” which are to be discussed in regard to the Kontore and its NSFIs.

The implications of the Work-Standard compel the need for a new-old form of banking, a revolutionization of what has already been done before. This form of banking will require a special set of conditions where Lenders and Borrowers both contribute Arbeit by the former doing their Vocation and the latter financing a new Vocation with loans. The Lender contribute 50% of their Arbeit and the Borrower contributes 50% of their Arbeit, and the State pays both Lender and Borrower in Geld for their efforts. At the same time, the State is expecting the Lender’s other 50% of their Arbeit and the Borrower’s other 50% of their Arbeit for the other halves of their Geld.

It makes sense for the Lender to contribute 50% of their Arbeit by lending to potential Borrowers and receiving the “Service Fee.” It also makes sense for the Borrower to contribute 50% of their Arbeit by borrowing and paying the “Service Fee.” That Service Fee is charged to the Borrower for consulting the financial services of the bank to borrow a loan. Where does the other 50% of the Lender’s Arbeit come from? And where does the other 50% of the Borrower’s Arbeit come from? The State, Central Bank, Kontore, State Commissariats, and the VCS Economy are all uninvolved here until certain conditions are met by both Lender *and* Borrower.

When the Borrower visits the bank, the Lender is expecting them to borrow a loan. The Borrower is doing it on their own volition because they are convinced something needs to be done but they lack the Geld needed to make it happen. The Borrower may have a payment card and they need the bank to put Geld into it to pay for something sooner rather than later. The Borrower could be an artist looking to commission a new work of art that is beyond what the State normally allocates to them. They might be starting their own personal Enterprise, or they could be interested in introducing a new Technology and needs to implement it on their own terms. That sort of behavior is to be expected under the Work-Standard and the State must realize that every new revolutionary Technology may require more Geld than what is normally expected.

When the Borrower takes out the loan, do they automatically receive Schuld for the act of borrowing? Not if the Borrower does what was expected of them by the Lender. The Lender has a Legal Duty and a Constitutional Obligation by law to see to it that the Borrower follows through with their promise. The Lender is expecting results from the Borrower. If the Borrower achieves

the Intent behind their borrowing, they pay the Lender back with the other half of their Arbeit. The Lender contributes their Arbeit and their Borrower's Arbeit to the Life-Energy Reserve.

If the Borrower fails realize the Intent behind their borrowing, that is when Schuld will be given to the Borrower. Here, the Borrower must pay the Lender with their Geld. The Lender receives the Geld as compensation for their losses, which is to be recognized by the State. Under no circumstances is there to be an Interest Rate; the Mechanization Rate applies only for the VCS Economy, not the banks under the command of the Central Bank. What has been described here is an elaboration of what has been discussed earlier:

“Borrowing a loan under the Work-Standard is going to be different from borrowing a loan under Liberal Capitalism. Those who decide to borrow loans will not be charged Interest, but they will be charged a special “Service Fee” because they had chosen to rely on the services of the banks. This Service Fee is to be set by the Central Bank and it is applicable to all National-Socialized Financial Instruments (NSFIs) under the Work-Standard. It is to be paid up front as part of most financial transactions. The banks contribute half of their Arbeit through maintaining deposits and lending; the other half comes from their clients borrowing and withdrawing Geld as part of pursuing a new Vocation or establishing their own State-Owned Enterprise. This deters Usury and the Schuld Bondage which plague banking establishments under Liberal Capitalism.

Loans issued by National-Socialized Banks are known as “Work-Tenures.” Despite their similarities to the Four-Year or Five-Year Work-Plans issued by the Kontore, Work-Tenures are tied to the Intents of the Borrower. The Borrower states that they needed a fixed amount of Geld to create their own Vocation or found their own State-Owned Enterprise. The Lender issues them the Geld under the condition that the Borrower will assume command responsibility of living economic life at their own initiative. The Borrower must pay back the Geld by contributing the equivalent amount in Arbeit. If the Borrower fail to pay back the Geld, then the bank is legally bound to charge any remaining amount as Schuld. The Borrower will then be asked to reconsider their personal pursuits, the State intervening to return them to their original Vocation.”

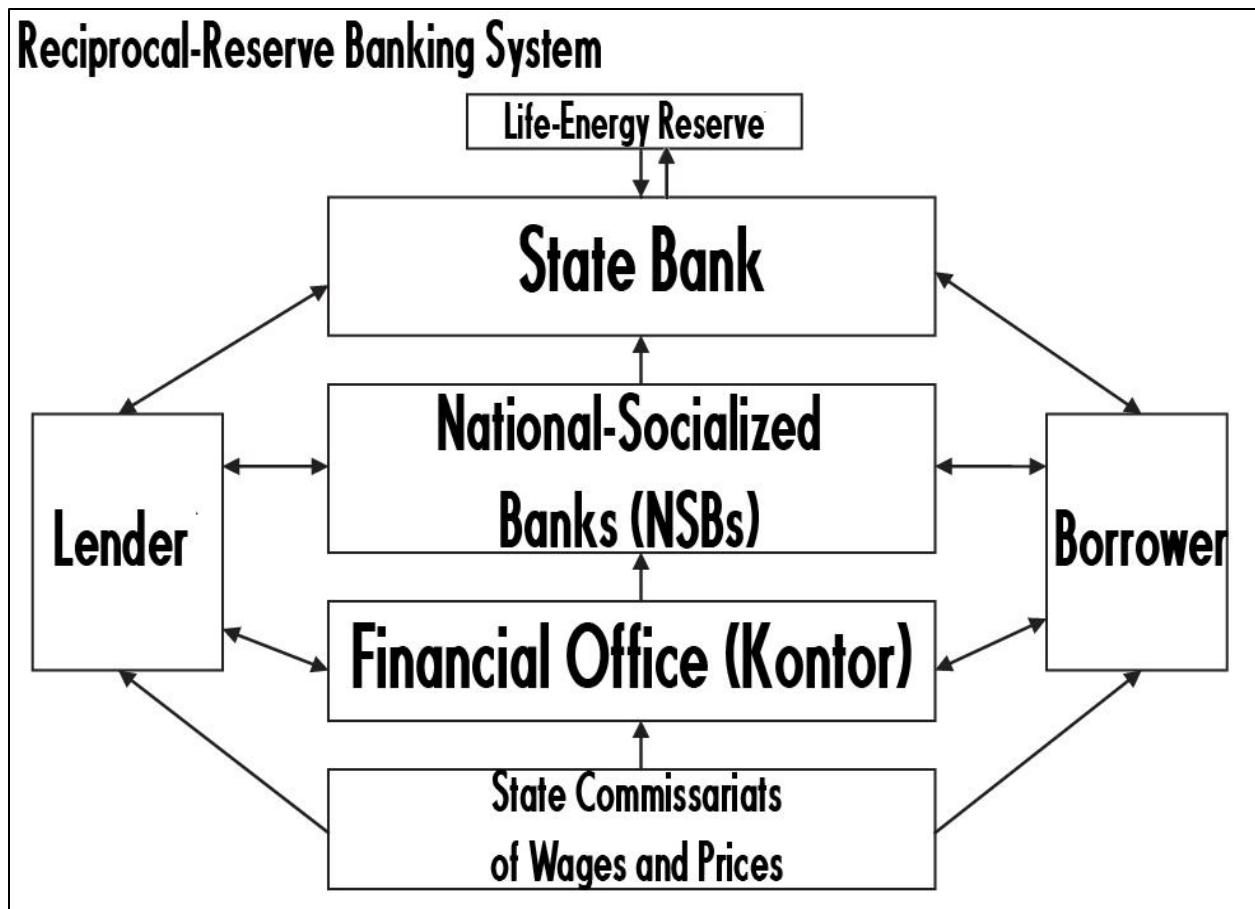
What was discussed here pertains to the common everyday banking practices under the Work-Standard. Banks are going to be doing far than accepting deposits and withdraws as well as issuing loans and overseeing their payments. They will also be overseeing the financial side of MTEP (Mission-Type Economic Planning). The Explicit Intent here is three-fold:

1. There needs to be somebody besides the economic planners to register the contributions of Arbeit to the Life-Energy Reserve on behalf of the Central Bank. The economic planners cannot oversee this task because they need to focus on the Solidarity of the national economy. At the same time, the economic planners' accountants cannot do it since their attention is focused on the Quality of Arbeit across various Professions, Enterprises and Economic Sectors.
2. There needs to be somebody to help the Central Bank facilitate the conversions of Arbeit into Geld based on the overall Quality of Arbeit and the Quality of Geld. The Central Bank can readily convert Arbeit into Geld, but they are counting on somebody else keeping track of the financial ledgers provided by the Accountants and Economic Planners.
3. And there needs to be somebody to help the State distribute Revenues intended for Expenses and Paygrades. Additionally, that same somebody needs to facilitate the wiring

of Geld to different accounts, can issue Geld as loans in exchange for Arbeit. They must act as the immediate between the State and Central Bank, the State Commissariats and Kontore, economic planners and accountants, and the enterprises and professions that govern various Vocations.

When the Economic Planners record the Work-Productivity (WP) and Work-Intensity (WI) of their enterprises, they and their fellow Accountants calculate the numerical values in accordance with the Total Economic Potential (TEP) and by extension the Real Total Economic Potential (RTEP). Those Accountants then send their calculations to these National-Socialized Banks for them to register them in their accounts at the Central Bank. Also included in their registrations are the numerical values for Quality of Arbeit (QW) and the Quality of Geld (QM).

With the calculations in the Quality of Arbeit and the Quality of Geld, the Central Bank is finally able to oversee the conversions of Arbeit into Geld. Geld is then given to the State as Revenues. Some of that Revenue will be spent on Expenses and Paygrades, the rest allocated to the State Budget. It is up to the State to decide how much the Central Bank should be allowed to give to the banks for potential loans. But unlike the loans under Liberal Capitalism, these loans are drawn from the Solidarity of the nation insofar as they operate within the framework of Arbeit and Geld. This Solidarity intended for the banks is called the “Earmark Requisition” and the banks can only issue loans based on the amount of Geld allowed by the Central Bank.



Author's Depiction of Earmark Requisition in the entire Reciprocal-Reserve Banking System.

Earmark Requisitions are derived from the fact that Lenders and Borrowers are directly involved in the Life-Energization Reciprocity (LER) process of Life-Energy into Arbeit, Arbeit into Geld. It is going to be the closest that anyone is going to be physically engaging with it outside of the State, VCS Economy, the Kontore or the State Commissariats. NSBs and State Bank act as intermediates within the interplay of Arbeit and Geld. And without Kapital and heavy restrictions on the accumulation of Schuld, they become essential to Reciprocal-Reserve Banking.

Furthermore, how would the Reciprocal-Reserve Banking System revolutionize the role of borrowing loans for making large-scale purchases like homes, automobiles, and higher education? What is the relationship, if any, that Schuld has with payment cards, seeing how “credit cards” as they are commonly understood do not exist under the Reciprocal-Reserve Banking System?

Recall earlier that the State wires a Paygrade to somebody’s account at their bank. Recall the SMP Compendium Entries pertaining to Paygrades on a per-household basis like “Taxation and the Work-Standard Pt. III.” It should be remembered that Paygrades are adjusted according to years of service and number of dependents. The longer somebody is devoted to their Vocation, the more Geld they are likely to receive. It can be argued that there may be options in place where a young adult entering the workforce to have a portion of their own Paygrade be allocated to a savings account intended for the purchase of their own car, home or university education. While they are working and attending classes, the Geld intended for that saving account is going to gradually accumulate. A young adult could expedite this process as early as sixteen or seventeen and avoid the Childlessness Tax before ages twenty-four or twenty-five by *not* draft dodging.

Young people under the Work-Standard do not have to spend a third of their adult years depending on their parents as is the case under Liberal Capitalism. In Socialism, they may be entitled to receive their very own Paygrade by either deciding to pursue a Vocation early on in their secondary school years or receive their draft card upon turning the age of sixteen or seventeen. This draft card does not necessarily have to be a three-year’s conscription into the armed forces; it can just as easily be a three-year’s apprenticeship into any Vocation that needs help from the youth. There is their chance to save Geld for the future because the longer they are involved in a Vocation that they are called to pursue, the more Geld they will be receiving from the State. The Arbeit to be contributed from either decision is worth it over the long run.

A university education is going to become cheaper under the Work-Standard, especially since the teaching professions contribute far more Arbeit and thus more Geld for the Totality. A similar occurrence will also be discerned on the assembly lines of manufactured automobiles, depending on their overall Work-Intensity (WI) in the production process and the Mechanization Rate set by the Central Bank. And housing is also going to become cheaper under the Work-Standard because land and buildings are not commodities in themselves; they belong to the Totality and their State on the grounds of national sovereignty. The Totality governs the State and they own their nation’s soil through their State. The moment any citizen decides to purchase a plot of land or a building is when it finally belongs to them alone. When they sell that same plot of land or building, it is temporarily under the State’s control until somebody else decides to buy it. And the people who are going to take care of that land and building until that next purchase will be the youths themselves as one of the ways they will be earning a decent Paygrade from the State.

I. The Transvaluation of all Arbeit

In the former Soviet Union, Yuri Andropov once imposed penalties for tardiness to the workspace and having the work-shy arrested for failing to show up to their workspaces. In the United States, young Americans with university degrees have trouble finding Meaningful Work because they are “underemployed” and are currently stuck doing minimum wage jobs with no hope of advancement and demanding a higher minimum wage. In Japan, the *Hikikomori*—those socially withdrawn and work-shy Japanese youths—cower in their bedrooms and bestow shame to their family’s honor. In the People’s Republic of China, there is a growing tendency for young people to “lie flat” and shamefully avoid doing their parts in the Socialist Market Economy, a low-tier Planned Economy unlike the Mao-era Command Economy. And in the EU/NATO member-states, youth unemployment forces some to search for employment in countries like West Germany, the Federal Republic of Germany. From Liberal Capitalist Market and Mixed Economies to Socialist Planned and Command Economies, each of these historical cases share the same recurring challenge which nobody has yet to resolve within the State of Total Mobilization.

These same problems can happen in the Vocational Civil Service Planned/Command Economy as signs of an Unreadiness-to-Hand Arbeit to the Life-Energy Reserve. As Martin Heidegger defined it in *Being and Time*, an Unreadiness-to-Hand occurs if something is harming, preventing or obstructing anyone from contributing Arbeit and allowing the Central Bank to convert that Arbeit into Geld. The Unreadiness-to-Hand needs to be turned into a Readiness-to-Hand Arbeit sooner than later and there are ways to resolve it non-violently.

The first instinct of anyone experiencing conditions like those aforementioned historical cases is to question themselves if their Arbeit is worth anything to the State and the Totality. They may expect their Arbeit to be worth far more or they perceive their Quality of Arbeit to be declining in the face of ongoing economic conditions. Most people are going to realize it on a subconscious, subliminal level before expressing it in thoughts, words and actions. Depending on the affected person’s psyche and mental state, they will express it sooner or they may keep it to themselves and express it in subtler ways. The subtler methods range from not showing up to the workspace on time or avoiding interactions with others. A few may even crack like an egg under the pressure of Total Mobilization vis-à-vis a change in mood. It can be as drastic as either self-isolation, self-harm, domestic and workspace violence, addictions, heart failure, or suicide.

Medical, police and legal professions are often the first ones to notice these behaviors sooner because they eventually manifest themselves as health conditions and violations of the law. Military professions also know this as ‘Shellshock’ or “Post-Traumatic Stress Disorder” (PTSD), particularly in circumstances where someone must separate the carnage of war from the new-found social bonds they forged with like-minded peers. After all of them are the families and friends of the affected. The only ones who really do not notice them are those involved in large political-economic governance structures (because there is no actual time for anyone to know these people on a genuinely personal level) and economists (especially those still operating on “the most Pleasure for the least Pain” and “the most Pain for the most Pleasure”). The latter is far worse than the former if they are aware of those affected as simply quantitative statistics.

The second instinct among those affected is to find others suffering the same conditions as they are. Naturally, they will be the ones who are going to visit the State Commissariats outside of normal economic conditions. They will address the state commissars and the economic planners to make alterations to their Quality of Arbeit. Decrease Work-Productivity, decrease Work-

Intensity, find more Force Multipliers, help them regain Solidarity, have the Central Bank increase the Mechanization Rate, or enhance the overall Economic Socialization for them. They may ask them for more Zeit away from their Vocations in the form of vacations and fewer hours in the work-week. While some of these measures can be accepted by the state commissars, it is unrealistic to expect them and the economic planners to accept all of them.

Where adjustments to Work-Productivity, Work-Intensity, and Force Multipliers are not enough, where Solidarity is unachievable, where Economic Socialization is at its greatest, and the Mechanization Rate too excessive, the affected must be asked about whether they have truly found their Vocation in Life. There should be no excuses at this point because there are already plenty of avenues for those people to figure out their Vocations. Plenty of opportunities are provided by the State and the VCS Economy and it is up to them to decide.

That brings them to their third instinct, which is to ask the State Commissariats why certain Vocations contribute far more Arbeit and thus more Geld compared to other Vocations. It cannot manifest as "Wealth Inequality" if portions of the nation-state are receiving Paygrades that cover everyone on a per-household basis. In the VCS Economy, people do not pursue specific Vocations because they offer more Geld; that was the mentality which motivated some of the work-shy in the above cases. People pursue Vocations because that is their calling in Life; they live to work for it, not work to live for it. That is the whole point behind describing the VCS Economy as "the Total Mobilization of Production for Dasein."

For the State, important questions loom regarding the Work-Standard and why it favors specific Vocations and why it favors others less. Why does the Work-Standard argue that the clergy and religious, the teaching and medical professions, and the armed forces contribute more Arbeit and thus more Geld for the Totality? And why does the Work-Standard insist that the State can sustain much of its own expenses by dint of those directly involved in its affairs?

These questions are more concerned with the Presence-at-Hand of certain Vocations where its Value, its Quality of Arbeit, is questioned. It is up to the State Commissariats to decide by consensus whether the Arbeit of certain Vocations contribute more to the flourishing of the Totality and address why the Arbeit of other Vocations contribute less so. There really is no scientifically objective way to go about this as far as the Work-Standard is concerned. What the Work-Standard is concerned, however, is whether the Totality benefits or suffers and to what extent those effects can be observed from the Kantian Imperative of Perfect Duties and Imperfect Duties. The purpose of Dasein is not one fixated on something as abstract as Happiness; the "Pursuit of Happiness" to an individual is a subjective absurdity by trying to impose it on the Totality as an objective reality. There is only the Nietzschean Will-to-Power in the Struggle for the Happiness of the Totality.

"The Struggle for the Happiness of the Totality" emerges whenever somebody borrows a loan from the banks or gets conscripted into the armed forces and into apprenticeships by the State. The State has a Constitutional Obligation to the Totality and a Duty shared by all who work directly as part of the State to ensure there is a working environment conscientious to the everyday realities of the Totality and its future. The State rests its political legitimacy on it, and a well-organized Council Democracy to ensure that it stays true to the Totality under the Work-Standard.

For the Totality, there may be concerns about the amount of Zeit devoted to the work-week, the conditions of the workspace and housing, possible unjust discrimination toward certain segments of the population and the pressures of caring for elderly parents. The Totality as a whole share the same "Constitutional Obligation in Service to All for All." The Totality must realize that neither the Quality of Arbeit nor the Quality of Geld is forever set into stone nor should any trend

they are experiencing be incapable of any change within the framework of the Work-Standard. The Work-Standard is capable of accommodating changes to the Quality of Arbeit in terms of Work-Productivity and Work-Intensity so long as everyone's basic needs are consistently met. It can also accommodate changes to the contributions of Arbeit into Geld, Geld into Arbeit, but the general ideas on which Vocations achieve the flourishing of the Totality will always remain valid.

When the Totality has made up its mind, the Totality will forge a new consensus at the State Commissariats. The State must then see to it that this consensus is enforced by law until the Totality decides otherwise. It is because of those considerations that advertising deserves to be considered as a commercialized form of propaganda. Advertising is to be limited and kept in moderation so as not to interfere with the Authentic Dasein of the VCS Economy for the Totality and uphold the Intents of Command and Obedience for the State. The State Council must decide the extent to which there is advertising within the Socialist Nation, the methods employed, and how frequent they should appear across any conceivable form of mass communications.

Everything discussed here is demonstrative of why neither Arbeit nor Geld are "Commodities." A Commodity's conception of Fungibility renders its identity indistinguishable from any nationality, culture, religion, tradition, social custom and norm, profession or anything else which could inform anyone of its creators. If all Arbeit can be distinguishable across different Vocations by what they contribute to the Totality, it is now possible to recognize the emergence of an "Equipmentality" from Martin Heidegger's *Being and Time*.

By arguing that Arbeit and Geld are "Equipment," by arguing that the Value of Arbeit and the Price of Geld should be altered, both can be redefined by their "Reference" and "Relevance" than by their "Purposes." The Reference refers to the "Serviceability" and the Relevance denotes the "Possibility" for the Repurposing of any known entity that exists in the world. Simply put, the Work-Standard can apply the Heidegger's logic of Equipmentality within the contexts of a Vocation's Value of Arbeit being altered, thereby changing the Price of its Geld. It may seem counterintuitive at first, so a demonstration is in order:

- **Reference:** Everyone knows that the Quality of Arbeit for one profession *is worth the Life-Energy poured into it because of what it **has contributed*** to the Totality in the form of goods and services.
- **Relevance:** Everyone knows that the Quality of Arbeit for one profession *is no longer worth the Life-Energy poured into it because of what it **is contributing*** to the Totality in the form of goods and Services.
- **Repurpose:** Everyone knows that the Quality of Arbeit for one profession *is no longer worth the Life-Energy poured into it* and they request the State Commissariat to alter its Value to reflect *what it **shall contribute*** to the Totality in the form of goods and services.

By Repurposing the Quality of Arbeit based on its Reference and Relevance, the State Commissariats are able to arrive at conclusions based on the overall performance of that particular profession of Vocations. The State Commissariats can reapply that same logic to make similar decisions for specific enterprises and whole economic sectors. Thus, it begs the question: if Arbeit and Geld are not Commodities, can anyone really say the same is also true for anything that is considered a Commodity? After all, why does Kapital and Commodity have so much in common?

j. Solidarity: Work-Standard Alternative to “Liquidity”

The term ‘Liquidity’ in Liberal Capitalism refers to the rate at which anything can be bought or sold at a given frequency without any changes to its Price. It usually applies for most assets and securities and their subsequent conversion into Kapital. The Price is dependent on the speed at which something can be sold. Certain things can be sold off in a matter of minutes or hours whereas others may have to wait months or even years at their current Price. Lowering the Price may compel people to purchase it for less than what it may actually be worth. Alternatively, increasing the Price may dissuade those same people from purchasing due to perceiving it as being expensive. Any sudden Price increase coincides with higher Liquidity, causing lower returns on investment. If this is the Liberal Capitalist equivalent to the Socialist conception of “Solidarity,” it matters greatly as to how different Solidarity will operate under the Work-Standard.

To begin, recall the dynamics between Quality of Arbeit (QW) and Quality of Geld (QM) and how they interact with the Attrition/Inaction Rates. It is known that QW is affected by the contributions of Arbeit into the Life-Energy Reserve. And it is known that QM affects how much Geld will arise from conversions of Arbeit. The higher the QW, the lower the QM and the more Geld can be created with less amounts of Arbeit. Conversely, a superior QW enables the Attrition Rate to rise at a slower pace, whereas an inferior QW accelerates the Attrition Rate. This in turn influences the QM, which affects the generation of Geld.

Solidarity Rate Equations	
Scale of Production	$= \frac{\text{Scale}}{\text{Duration}}$
Scope of Production	$= \frac{\text{Density}}{\text{Scope}}$

Solidarity in this context refers to the sustainability achieved by the Quality of Arbeit maintaining a given pace before altering the Quality of Geld. It can be argued that the Quality of Geld is in many respects affected by the speed at which Arbeit is being contributed to the Life-Energy Reserve. While that may sound similar to the concept of “Liquidity,” Solidarity also depends on the ‘Scale’, ‘Duration’, ‘Scope’ and ‘Density’ of any effort. Those four variables were in fact at play within the Five-Year Plans of the former Soviet Union and the PRC as well as the Eastern Bloc countries. The problem faced by all of them has been whether it is possible for anyone to be consciously aware of those variables without something akin to the Work-Standard.

Consider the methodology of Soviet-Type Economic Planning (STEP) for instance. Economic planners will set specific target goals (“the Scale”) that need to be completed within the four years (“the Duration”) of a Five-Year Plan. Priorities may be placed on the production of

specific goods and services (“the Scope”) and concentration of manpower and resources (“the Density”). The Scale and Duration denote the Plan itself, while the Scope and Density are the means to carry out that Plan. Most problems in economic planning often occur from imbalances between the Scale and Duration on the one hand and the Scope and Density on the other.

Setting the Scales too high and the Duration too short will result in unrealistic expectations yielding lackluster results at the very least. At the very worst, however, people will overwork themselves to death. A similar set of problems occur when the Scales are set too low and the Duration too long. People will starve themselves to death in the worst case scenario. Meanwhile, any projections set forth by the economic planners will fall short of expectations.

Letting the Scope be too narrow and the Density too large will also yield lackluster results. Certain goods and services are going to be overemphasized to the point where other goods and services become less available. Shortages, like the kind experienced towards the end of the Soviet Union between the 1970s and 1980s will occur as a consequence. Moreover, having the Scope be too broad and the Density too small stifle decisive action to the point where any decision becomes ineffective. This too was also another problem encountered by the Soviet Union, except it occurred from the market reforms of Perestroika as State-Owned Enterprises were being privatized and the Soviets lost State ownership of their Command Economy.

Fortunately for the Work-Standard, these imbalances are now able to be registered as emerging imbalances in the dynamics between Quality of Arbeit and Quality of Geld. The important metric at play is of course the Attrition/Inaction Rate. Information that normally would not be available to economic planners under STEP will now be available by means of the Work-Standard’s own version of economic planning, MTEP (Mission-Type Economic Planning).

Note that “Scales” and “Duration” affect the Quality of Arbeit rather than Quality of Geld. Any Work-Plan with higher Scales and shorter Durations will cause Attrition to rise. The growth in Attrition originates from Arbeit being contributed to the Life-Energy Reserve in greater increments because of higher Scales at faster rates due to shorter Durations. As for the reverse, lower Scales and longer Durations will instead yield Inaction. This is due to less Arbeit being contributed to the Life-Energy Reserve.

Also note that “Scope” and “Density” affect the Quality of Geld. Any Work-Plan with narrower Scopes and larger Densities forces QM to rise by lowering QW. Less Geld is being created from greater amounts of inferior Arbeit, the Arbeit originating from larger concentrations of manpower and resources on the production of fewer varieties of goods and services. The opposite is a Work-Plan with broader Scopes and smaller Densities. More Geld will instead be created from smaller amounts of inferior Arbeit, the Arbeit originating from smaller concentrations of manpower and resources in the production of more varieties of goods and services.

To summarize the importance of Scales and Duration, Scope and Density, Solidarity requires a sustainable balance that favors Quality of Arbeit against Quality of Geld. In essence, more Geld needs to be generated from fewer conversions of Arbeit. Even though it can be achieved through Technology vis-a-vis the Mechanization Rate, the Central Bank cannot be expected to do everything. The rest of the nation, including the economic planners themselves, must pursue realistic expectations that are sustainable. Any Scale of production needs to be in sync with their actual Duration, just as any Scope of production needs to be in sync with their actual Density.

Arriving at those conclusions forms the crux behind the concept of Solidarity within the State of Total Mobilization. Solidarity is more than just a word; it is part of a distinct way of life. Any enlarged Scale of economic activity is going to require longer Durations of Zeit and vice versa. Nothing good ever came from rushing things, absent emergency conditions such as in

wartime, pandemics or natural disasters. Meanwhile, any broadened Scope of economic activity is going to involve smaller Densities of manpower and resources. Not everything needs to be produced in excess for there must be a sense of disciplined moderation.

As one can probably imagine, the challenge from trying to achieve such a grandiose balancing act seems like a herculean task for economic planners. It was the consensus among economists because of the flawed belief among economic planners who thought it can all be resolved with Technology. The same can be said for those who claim there will always be absolute access to flawless information from the free market.

For the Work-Standard, its conception of economic planning on behalf of its Vocational Civil Service (VCS) Economy offers a new dynamic to ease the burdens of the economic planners. There is immense potential for the Work-Standard to introduce National-Socialized Financial Instruments (NSFIs) capable of facilitating rapid allocations of Arbeit and Geld across different sectors of the VCS Economy. Not just promoting the emergence of an alternative to financial markets, it also provides the basis for altering the procedural banking practices. In a Planned/Command Economy with a Reciprocal-Reserve Banking System entirely backed and controlled by the Totality vis-à-vis their State, it becomes inevitable to envisage banks issuing loans that do not revolve around Kapital and Schuld but instead Arbeit and Geld. Finally, it is here where the concept of Liquidity is being supplanted by Solidarity.

k. Financial Markets and the Quest for their Work-Standard Alternative

Financial Markets are one of several defining traits of life under Liberal Capitalism. They are financial institutions designed specifically to facilitate transactions pertaining to the purchase and sale of Kapital. This form of Kapital refers the assets of Securities such as Stocks, Bonds, Futures, Commodities, Derivatives, and so forth. Financial Markets are also responsible for overseeing the Forex ('Foreign Exchange') of Currencies and more recently Cryptocurrencies. Understanding how they operate is crucial in understanding why they should be replaced with more suitable alternatives during the implementation of the Work-Standard.

Contrary to popular belief, Financial Markets are not reliable gauges for determining what *shall be* the overall health of any economy. They are at best representations of what *ought to be* the overall health of any economy. In a sense, this difference is but a well-known example of David Hume's *Is-Ought Problem* from the Enlightenment. The Financial Market is driven by the opinionated conclusions of what a select few investors would like any economy to be, rather than demonstrating an understanding of what the state of any economy is and where it is heading. If the Financial Markets claim that the economy is 'doing well', then that is their opinion and not a credible representation of actual fact.

There are several types of Financial Markets that currently exist. Each one operates on the dialectics of Kapital Lending/Borrowing. Transactions can be conducted by actual human investors or else automated on the investors' behalf by special software programs.

- Stock Markets specialize in Stocks pertaining to a stake in the ownership of firms or businesses. To 'buy' a Stock is to *borrow* ownership of firms and businesses for Kapital; to 'sell' a Stock is to *lend* that same ownership of firms and businesses for Kapital.
- Bond Markets specialize in Bonds. To issue a Bond is to lend Schuld (Debt/Guilt) for Kapital; Speculative-grade Bonds are 'Junk' while those issued by the nation-state's Financial Régime are considered 'Investment Grade' because the government was guaranteed to pay it back.
- Commodities Markets and their associated Real Estate Markets sell ownership of valuable natural resources and land. They specialize in the outright *lending* of 'Assets' or else the *borrowing* of Certificates for Kapital. Actual Kapital is lent as actual Schuld for shorter-term financing and investments, reserving the Bonds for longer-term financing and investments.
- Derivatives Markets are the byproduct of technological innovations within the emerging field of financial engineering after the death of Bretton Woods. Derivatives are a form of Kapital whose Value depended on 'Underlying Statistical Correlations' in an Asset or a basket of Assets, Interest, another Derivative, or an Index. While Derivatives include all forms of Insurance, Collateralized Schuld Obligations and Credit Default Swaps according to the Timing of their payment: Over-the-Counter ('Now'), Spots ('Imminent'), Swaps ('Soon'), Options ('Eventual'), Futures ('Later'), and Forwards ('Someday').
- Interbank Lending Markets offer more of the same *borrowing and lending*, but between privatized commercial banks and the Central Banks of Financial Régimes. This is where

the Central Bank will oversee its operations ranging from setting Interest Rates to conducting Quantitative Easing (QE).

- Cryptocurrency Markets represent the latest development in the growing abstractness of Kapital. Operating on parameters comparable to the Forex Market, they consume copious amounts of electrical power and computer power to facilitate the Blockchain required for the production and distribution of cryptocurrencies. They are often unstable and prone to fluctuations in terms of Currency Depreciation/Appreciation due to lacking the stability of actual Currencies.
- Forex Markets are arguably the simplest and most fundamental of the Financial Markets. They are responsible for overseeing the exchanges of Currencies according to the Incentives of Supply and Demand. They determine the Value of any traded Currency based on its given Price. The Price of the Currency, due to the widespread prevalence of Floating Exchange Rates after Bretton Woods, is beholden to the whims of the Forex Markets.



As stated earlier, almost everything about the Financial Markets revolve around the borrowing and lending of Kapital, with or without Interest. It is true attempts have been made in the past by the Planned and Command Economies of the 20th century to forgo Financial Markets. Basically, this was done as a result of having the State itself set and enforce the Pricing of everyday goods and services by governmental bodies of economic planners. The problem with that

arrangement is identical to the same problem with Financial Markets: they too are driven by opinionated conclusions that are not only reflective of actual economic conditions.

Rather than try to play into the follies of Financial Markets by operating within their own framework, what the Work-Standard truly needs is a viable alternative. It would entail the creation of a different financial institution attuned to the specifications of the Work-Standard, where the dialectic of lending and borrowing and its Incentives of Supply and Demand are predominantly supplanted by the gifting and receiving of Arbeit and Geld under the Intents of Command and Obedience. In essence, Arbeit can be exchanged into Geld and Geld exchanged back into Arbeit. Such financial institutions would then be owned and operated by the State, tasked with relaying information to and from all sectors of economic activity. They would help the State determine and set the Pricing of goods and services within sound parameters while at the same time enforcing those directives. And they could also revolutionize the Four-Year and Five-Year Plans employed by previous and current Planned and Command Economies.

Such a financial institution is definitely within the realm of possibility. Not only will it be feasible to envisage it replacing Financial Markets, it can also help a Planned or Command Economy reduce the need to operate these infamous “Hard Currency Shops” of the Soviet, Eastern Bloc, and Maoist Chinese economies.

After conducting preliminary evaluations and drafting the organizational structure of the legal jurisprudence within the Socialist Nation, two important conclusions can now be drawn regarding the viability of the Work-Standard’s alternatives to the Financial Market, the “Kontor (Financial Office)” and “State Commissariat of Wages and Prices.” It can be argued that the Work-Standard could overcome the need to maintain Financial Markets by being capable of introducing a viable equivalent. Advocacy of an equivalent was feasible due to the Financial Markets themselves operating predominantly on a dialectic of Lending Credits/Borrowing Debts.” Most variants of Financial Markets embody characteristics of that dialectic. Thus, the feasibility of any alternative will need to avoid relying on the dialectic by having its own dialectic resemble the characteristics of the Work-Standard.

Conversely, the Work-Standard is capable of overcoming the inherent limitations of the Impossible Trinity. The Impossible Trinity was a Liberal Capitalist argument that claims it is impossible for a Currency to maintain a stable Value, have its Exchange Rates controlled by the Financial Régime of a nation-state, and can move freely across international borders. The Work-Standard in particular is capable of moving freely while simultaneously having restrictions in place. This is possible because a Currency pegged to the Work-Standard can be transferred across borders at State approved financial institutions. Where the restrictions become apparent is in regard to the movement of people, which can be adjusted by various natalist, immigration, technical, educational, trade and social policies.

Both conclusions warrant two financial institutions capable of helping the State set the Prices of goods and services, resolve disputes among Vocational Civil Servants and Administrators, gauge the overall health of the Vocational Civil Service Economy, and introduce unique financial instruments to accommodate Mission-Type Economic Planning (MTEP). The “Kontore” (Financial Offices) and “State Commissariats” fulfill the roles of being the Work-Standard’s alternatives to Financial Markets as part of the decentralization of Socialist Finance.

The term “Kontor” originates from the trading posts historically associated with the Hanseatic League or ‘Hansa’. The original Kontore facilitated international trade between member-states affiliated with Hansa, which was in many respects a military and economic pact comparable to the Eastern Bloc’s CMEA (Council for Mutual Economic Assistance) and Warsaw

Pact. Those two Soviet-era institutions are appropriate analogies for understanding Hansa because the Hanseatic League was neither a nation-state nor a confederation of nation-states. Rather, it was an alliance of small German states united under the Holy Roman Emperor of the First Reich. Their semi-autonomous nature, as evidenced by their activities from London to Novgorod, is highly suggestive of the fact that while they governed themselves within their transactions, they were still subordinate to the legal jurisprudence of their hosts.

The 'Kontore' intended to operate under the Work-Standard is designed specifically to facilitate the Synchronicity between the State's fiscal and monetary policies and the national economic and financial structures. By achieving this arrangement, a Vocational Civil Service Economy is capable of enhancing the benefits of the Planned or Command Economy while at the same time mitigate the inherent flaws as well. Thus, rather than the Lending/Borrowing of Kapital and Schuld, each 'Kontor' relies on the dialectic of "Sending/Receiving" of Arbeit and Geld. In the most fundamental form of their dialectics, somebody 'sends' their Arbeit to the State as part of pursuing their Vocations as civil servants and they in turn 'receive' Geld from the State.

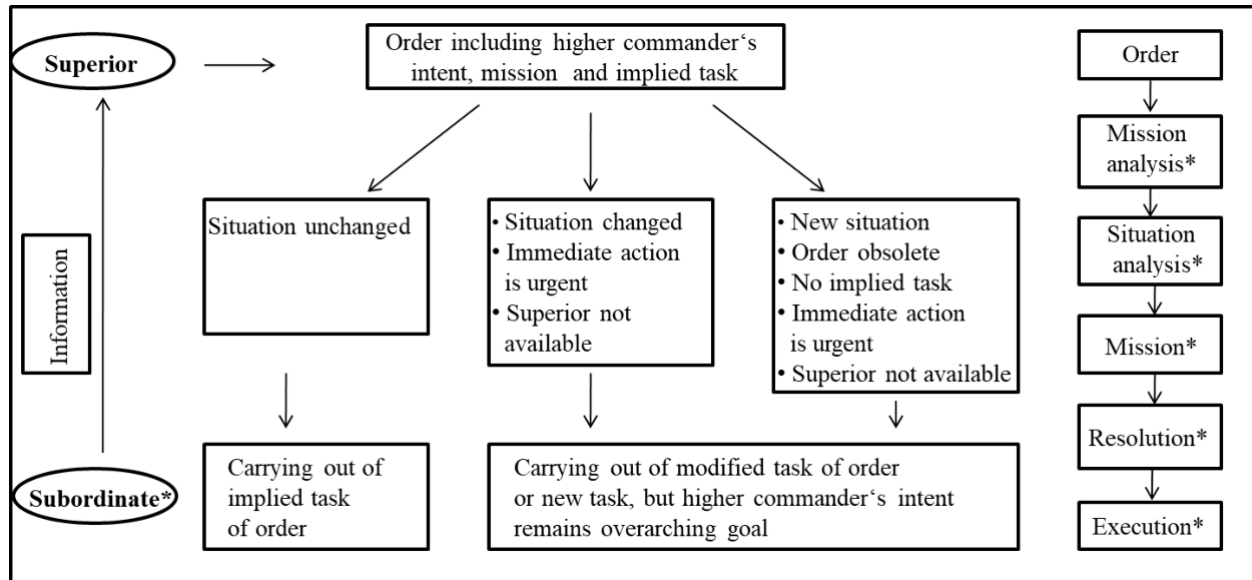
All Kontore are responsible for the issuance of special economic plans called "National-Socialized Financial Instruments" (NSFIs) designed to function like the older Four-Year and Five-Year Plans of STEP (Soviet-Type Economic Planning) and PTEP (Prussian-Type Economic Planning). All NSFIs employ some variation of the Sending/Receiving of Arbeit and Geld, which is what separates them from the LCFIs (Liberal Capitalist Financial Instruments) commonly associated with Financial Markets. The goal of relying on NSFIs as an economic plan in its own right is to provide the flexibility and versatility that is lacking in Four-Year and Five-Year Plans. A further study into the details of NSFIs will require a subsequent entry.

Serving alongside the Kontore are the "State Commissariats of Wages and Prices." The Commissariats, as their name implies, are responsible for helping the State determine the proper rates for the Paygrades of the nation-state and the Prices of goods and services. These institutions operate at the regional level and they are tasked with striking the right balance between the accessibility and the affordability of those same goods and services. They additionally share the secondary task of overseeing the disputes among workers and industries, processing those disputes and settling them at a special judiciary with the honors of resolving them.

As for the Paygrades themselves, it has been stated that they are designed to be for everyone at the household level, the amount affected by years of service and number of dependents such as underage children, students, elderly, and disabled. However, the amount of Geld in a single Paygrade is also affected by another factor where the State Commissariats are tasked with. Besides years of service and number of dependents, Paygrades can be affected by the ranks of all citizens employed as economic civil servants. The Vocational Civil Service Economy employs a special ranking system that functions as a service record where the performance of everyone is evaluated by the State and any merits are duly awarded as they become recognized by the State. Those who contribute more of their Arbeit and helped others play their parts may be eligible by the State to gain a higher rank that may be entitled to a higher Paygrade in Geld.

Granted, it should be noted that higher ranks do not necessarily mean more Geld. Higher ranks may mean eligibility for promotions up the hierarchical command structure within a recipient's Vocation. It can imply eligibility for certain awards, decorations and medals. And it can even be the chance to earn special rewards and political appointments for those interested in delegating on behalf of their peers and subordinates at the Chambers and Councils of their Nation.

I. Role of NSFJs within Work-Standard Economic Planning



National-Socialized Financial Instruments (NSFIs) are devised to not only to allow for a proper Socialist alternative to Financial Markets, but also overcome the well-known shortcomings of conventional types of economic planning. Their goal is to realize the conceptualization of an entirely different type of economic planning unlike STEP (Soviet-Type Economic Planning) and PTEP (Prussian-Type Economic Planning). This “Mission-Type Economic Planning” (MTEP) takes its inspiration from the Prussian “*Auftragstaktik*” (Mission-Type Tactics) by reapplying it to economic and financial contexts. Understanding the secrets behind MTEP and its relationship with NSFIs require a careful definition of *Auftragstaktik* in its original Prussian conception.

Auftragstaktik was developed by the Prussian armed forces as a consequence of military defeats during the Napoleonic Wars, particularly in the wake of the Battle of Jena in 1806. The use of “*Befehlstaktik*” (Order-Type Tactics) during the Napoleonic Wars proved disastrous in maintaining cohesion and minimizing misunderstandings between the commander’s Intent and the actions of their subordinates. Unlike *Auftragstaktik*, *Befehlstaktik* paid greater attention to the means by which subordinates carried out their orders, with the superiors focusing less on the outcome of those orders. This discouraged initiative from the subordinates and overburdened the superiors with a deluge of conflicting orders and responses as well as struggling to maintain cohesion in the heat of battle.

By reforming their armed forces after the Napoleonic Wars, the Prussians introduced *Auftragstaktik* as a cultural philosophy, rather than an actual military tactic per se. They wanted to reduce over-centralization within their general staff and the over-dependency of field officers and subordinates to expect orders from superiors. The best way to define the core fundamentals of *Auftragstaktik* can be described by the following paragraphs.

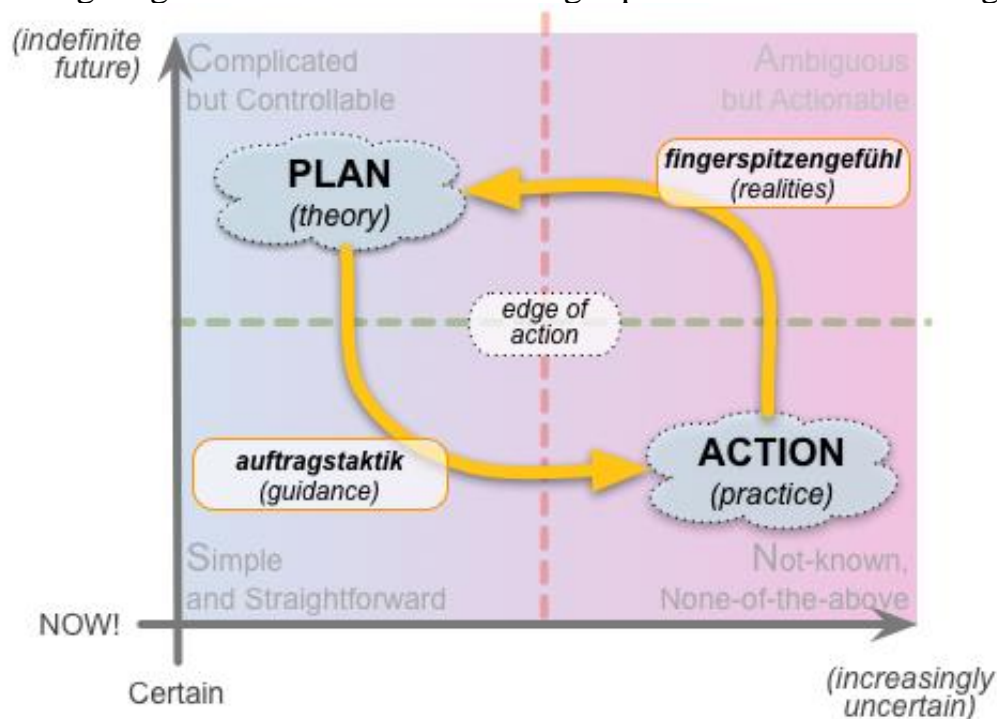
Great emphasis is placed on the outcomes of the commands given from superiors to their subordinates, giving them both the means to carry them out and an allotted timeframe by which to do so. A strong bond of mutual trust and camaraderie among the ranks is allowed to develop as

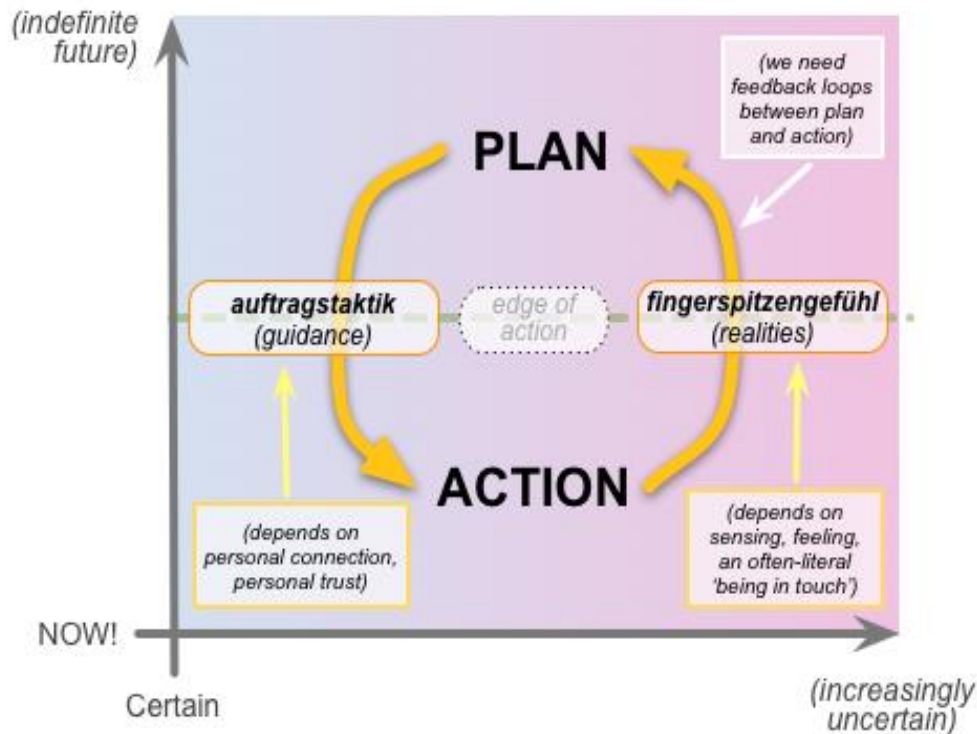
the subordinates strive toward leadership and professionalism by an educational system that inculcates that command culture and the Socialization that is more commonly associated with the Solidarity of Socialism. Enabling the Socialization and the inner-feeling of Solidarity between the superiors and the subordinates is the Intents of Command and Obedience. Yes, the same Intents of Command and Obedience that is antithetical to the Incentives of Supply and Demand.

Latent character traits among individuals demonstrating a joy and love of taking on the higher responsibilities of service within one's Vocation in Life, knowledgeable expertise, independence, self-reliance and self-organization are demonstrative of excellent leadership. Those traits should be refined further at educational institutions in order to realize their fullest potential. Such Individuation will prove necessary in order to emphasize initiative and swift action without having to wait for superiors to receive access to perfect information in conditions where communications tend to become muddled and reliable information is scarce.

One cannot always expect to be given orders all the time and expect the superiors to tell the subordinates what has to be done. It becomes necessary for the subordinates to eventually demonstrate leadership and take the initiative on their own until a new set of orders arrive from their superiors. Awareness of the "*Selbständigkeit*" (change of orders) is crucial in knowing when to disregard one's orders. This is because Auftragstaktik is not an excuse to do as one pleases or commit actions that could violate their orders without understanding the Intent behind why those orders were originally issued. As long as the Intents of Command and Obedience are maintained, any old orders can be safely disregarded by newer ones as conditions change.

The following diagrams demonstrate the thought processes behind Auftragstaktik:





It is because of Auftragstaktik being capable of reapplied in economic and financial contexts that a different type of economic planning becomes feasible since Auftragstaktik does require some level of organized centralization. The Intents of Command and Obedience are essentially what separates MTEP from the more ‘decentralized’ and ‘indicative’ types of economic planning employed in certain Western countries like France or Japan. And it also those same Intents that has made the conceptualization of the NSFIs so promising for the Work-Standard.

An NSFI is best understand as embodying characteristics of a financial instrument and an economic plan. The simplest and most fundamental variants are the “Four-Year and Five-Year Work-Plans,” which are issued by the State at the Kontore or ‘Financial Offices’ and can be given to potential workers. A Work-Plan can be gifted to an individual, a specific group of individuals, and members of a local Guild, entire industries and professions. The Value can be modified to suit the nature of their intended functions, which in turn affect its overall Price according to the amount the State must pay to its recipient.

The secret of the Work-Plan is the convertibility between the amount of Arbeit contributed from the recipient to the State. Each Work-Plan will provide the recipient with the necessary education and means to execute it. And on a specified date, preferably within the given timeframe, the State will pay the recipient the amount listed on the Work-Plan itself. This in turn overcomes the need to maintain Kapital to facilitate the borrowing and lending of Liberal Capitalist Financial Instruments (LCFIs) for Schuld (Debt/Guilt) with or without Interest. Instead of the LCFIs’ dialectics of Kapital and Schuld, the NSFIs rely on Arbeit and Geld.

State issuance of the Work-Plan at the Kontore has an economic planner working alongside the recipient in carrying out the terms of the Work-Plan. The economic planner acts as the intermediate between the State’s central planners and the recipients of the Work-Plan. It is his responsibility as the superior of the recipient to maintain the Intent between the recipient and the central planners. He must also be in the position to relay information between those two to the best of his ability to maintain Synchronicity vis-à-vis the Intents of Command and Obedience.

As for the central planners themselves, they are expected to be educated at special higher institutions intended to foster any latent talents of administration, monetary and fiscal policies, macroeconomics and national finance. The curriculum is designed to be as rigorous as the one for the general staff of an armed forces. A part of their schooling will have them be properly acquainted with hands-on training and experience in the Vocational Civil Service (VCS) Planned/Command Economy. They will tour the various workspaces, acquaint themselves with the various professions, and socialize with their subordinate planners at the Kontore.

Should there be an inexplicable event that prevents the recipient of an NSFI from contributing Arbeit, anything from accidental injury or death to a declaration of war or political turmoil, a premature cancellation the NSFI is likely. If that happens, Kontore will have ample reserves of Geld available to immediately pay compensation for the sudden end of the NSFI.

Granted, it is possible that the Work-Plans may not be the only kind of NSFIs available. It may become feasible to envisage other NSFIs intended to replace the need for any and all LCFIs at the Kontore. Whether they will be elaborated upon in sufficient detail is the topic of a future entry to the Compendium.

m. Proposed Types of NSFs

Several SMP Compendium Entries have been written to elaborate on the Work-Standard's specifications, capabilities and interactions with everyday political, economic and social life. Others describe the details of the interfaces between fiscal and monetary policies when the Currency has been pegged to the Work-Standard. Together with the details on the Kontore and State Commissariats, a proposal of financial instruments under the Work-Standard is in order.

True to its name, a Kontor is a "Finance Office." Let that name define the everyday happenings of what goes on within the walls of a tall, multi-story building at the city center of a downtown area. Unlike the chaos and panic of a financial market, the Kontor is to uphold financial authority, fiscal discipline, duty, honor and order on behalf of the Financial Regime. This is the only institution in the Socialist Nation that is legally permitted by the State to issue NSFIs (National-Socialized Financial Instruments).

NSFIs at the Kontore function differently from their Liberal Capitalist counterparts at the financial markets. They operate according to the interplay between Arbeit and Geld. Certain NSFIs are designed to act as reserves of Arbeit and Geld that can be mobilized by the State and Totality whenever a massive injection of Arbeit and Geld are needed. Kontore are also authorized to sell the raw materials harvested from natural resources as an "Equipmentality" with specific Reference and Relevance in mind. They can facilitate transactions pertaining to the conversion of the nation's Currency into that of another Currency.

The largest NSEs at the Kontore are going to be NSBs (National-Socialized Banks) issuing larger *Work-Tenures* to cover the creation of new Vocations among enterprises. They can also facilitate the entry of foreign enterprises from nation-states also operating under the Work-Standard. Any foreign enterprise that wishes to establish branches in the Socialist Nation will be dealing with the economic planners assigned to the Kontor of a major city or metropolitan area.

And as with "labor strikes" and "lockouts" within the workspace and the one-sided negotiations for higher wages within the State Commissariat, "asset speculation" is forbidden in the Socialist Nation. Speculation is a commercial device hostile to the State and potentially harmful to the Totality. Anyone who feels a genuine need to seek a Transvaluation of all Arbeit, including the Prices of certain goods and services, will be asked to report to their local state commissars at the State Commissariat of a major city in their area.

Unlike the seven specific financial markets under Liberal Capitalism, each Kontor has eight Offices. One Office leads the other seven, each one engaging in a specific NSFI on behalf of the State. Those seven NSFIs are "Fiefs," "Work-Plans," "Equipmentalities," "Currency Conversion," "Work-Tenure Allocation," "Priority Requisition," and "Economic Foreignization." Again, all seven rely entirely on the interplay of Arbeit and Geld. Any incurring of Schuld from the Financial Regime is reserved only for those who fail to do what was expected of them in any transaction.

- '*Office I*' deals with Fiefs, the investments of Life-Energy into the Arbeit of an enterprise by vocational civil servants. Someone's involvement here has the potential convince the State Council that this person and everyone else deserves a larger Paygrade next week. They replace the need for stock markets and labor markets, low-paying temporary work and independent contracting of the gig-economy and deliver some much-needed respect to those doing menial tasks. These include and are never limited to delivering everyday mail and goods ordered from eCommerce websites, flipping burgers behind the grill, taking orders at a restaurant waiter, hospitality and catering, manning the receptionist desk at

office buildings and those other ‘boring’ assignments that most people tend to look down on under Liberal Capitalism. By swearing fealty to the State in undying devotion to serve the Totality, investors will be given the assurance their Arbeit is appreciated and will be kindly compensated with a Stipend of Geld and a dormitory with time for socializing with others. Special medals and promotions will be awarded by the State based on overall performance. If Fiefs are intended to overcome the problems of what Friedrich Engels called a “Reserve Army of Employees,” a Four-Year or Five-Year Work-Plan addresses the “Reserve Army of Employers.” PDEs, POEs, and NSEs in the next Office, *‘Office II’*.

- Work-Plans are assignments related to one’s Vocation as part of climbing the Ranks and for those willing to demonstrate industriousness and ambitiousness within challenging tasks. The State and large enterprises (NSEs, SOEs and SAEs) are permitted under the Work-Standard to have *‘Office II’* issue Work-Plans, allowing anyone to undertake specific operations or long-term missions. A Work-Plan may last twelve months, two years, four years, five years or even ten years. It depends on the nature of the mission and what is expected of the one who accepts the terms of the Work-Plan. Those who complete the Work-Plan without abandoning grants a high Quality of Arbeit to the Life-Energy Reserve, fueling economic growth and furthering one’s Vocation. As with Fiefs, special medals and promotions will be awarded by the State as part of their Vocation.
- Equipmentalities refer to raw materials created from natural resources and can be purchased in bulk by enterprises in the production of goods and services. *‘Office III’* is split into two Groups. Group A is involved with Vocations tasked with harvesting those same natural resources, converting them into raw materials. The rest are with the Vocations of Group B, overseeing procurement of Equipmentality for the production of actual goods and services. Special arrangements can be made to allow for the transportation of strategic resources to enterprises that will be needing them. Deliveries are to be carried by regional and then local delivery units.
- *‘Office IV’* is Currency Conversion, overseeing exchanges into other currencies. Depending on Work-Standard’s influence beyond the Socialist Nation’s borders, it may be possible for FECs (Foreign Exchange Certificates) to be issued. Alternatively, in a Socialist world order, an entirely different Currency—an actual World Reserve Currency pegged to the currencies of five of the strongest economies—may also be issued. Those concerned about the influence of Cryptocurrencies will be reassured that this is also the same place for matters related to the Work-Standard within the digital realm. This includes the automated processing of transactions into different currencies and the tracking of their movements across international borders.
- Work-Tenures represent the loans offered by banks acting as Lenders for potential Borrowers. Work-Tenure Allocations, however, refer to the large-scale movements of Geld intended for the banks. *‘Office V’* acts as the eyes and ears of the Central Bank, operating in close communications with the banks, just as the banks themselves are in contact with their local branches. Its investors are also in direct communications with economic planners and accountants, as well as State functionaries responsible for wiring of Paygrades within various accounts at different banks. The *Arbeiter of Last Resort* is the State as part of the Socialist Financial Regime.
- Priority Requisition deals with the processing of transactions related to the logistics of Equipment by their Reference and Relevance. *‘Office VI’* is split into four Groups. Group A deals with those involved in the R&D projects of SAEs and SOEs, while Group B

concerns the NSEs working on behalf of the State on technical patents and design documents. Group C oversees the affairs of those involved in mass communications applications, artists, video game developers, filmmakers, musicians, online personalities, university researchers and scholars, clergy and religious, intellectuals and philosophers. Group D, meanwhile, has the challenge of collaborating with inspectors, economic planners, and accountants overseeing the transfers of Arbeit, Geld, and Equipment across international borders. What distinguishes Group D from the rest of 'Office VI' and everyone in 'Office VII' ("Economic Foreignization") is the nature of their activities: investors here are deeply involved in the logistical affairs of key governmental departments and ministries, the armed forces, intelligence agents, police forces, and the SSE (Socialist School Economy) of the national educational system. The military still needs the civilians to ensure the inconspicuous movement of supplies, just as the teenage students of the SSE need Equipment for their activities.

- Economic Foreignization refers to expansions of the Work-Standard beyond the nation-state by domestic enterprises operating abroad and foreign enterprises that the State allowed to operate within the Socialist Nation. Investors at 'Office VII' must be bilingual, be familiar with other cultures and demonstrate a willingness to work alongside foreigners within the Office's two Groups. Group A coordinates the domestic enterprises in their overseas operations within other countries, whereas Group B follow similar set of parameters with foreigners in the Socialist Nation itself. Members of the former are sent with the diplomatic consulate of the nation's embassies in the capitals of other nations.
- In command of all seven Offices is 'Office VIII', the Administrative Faculty. Investors here are the same administrators who are sending inspectors to specific industries and economic sectors of the Socialist Nation. Their subordinates will be working alongside the economic planners and their retinue of accountants as well as the state commissars at the State Commissariats. A Kontor replaces all the functions of financial markets under Liberal Capitalism, eliminating the need for financial markets and their financial instruments. The Kontore facilitate the Work-Standard within the economic affairs of the nation and their activities abroad.

Together with variables "State Revenues," "State Expenses," "Real Total Economic Potential" (RTEP), "Real Total Financial Potential (RTFP), "Total Economic Socialization Rate" (TXR), and "Net Foreignization Rate" (NOR), it is finally feasible to complete the last equation employed by the Work-Standard: the "Total Productive Potential" (TPP). TPP becomes the true metric that the Central Bank relies on to determine how much Geld it needs to be printing. Going over the value of the TPP will cause Schuld to accumulate, especially when the State runs a budgetary deficit.

However, the SMP Compendium Entry ["How Arbeit is Converted into Geld"](#) insisted that the amount of Geld in circulation as RTFP was limited by RTEP. The presence of TPP would supposedly contradict the conclusions reached there until one recalls the later mentioning of the Central Bank creating Schuld at a certain point. Recall what was originally written in that entry:

It is because of the need to factor how QW and RTEP affect the QM that the Central Bank must find the Total Financial Potential (TFP). A TFP is the sum of all Geld that has already been converted from Arbeit before including the Attrition/Inaction Rate. If the Central Bank needs to know the TFP with the Attrition/Inaction Rate, they will use the "Real Total Financial Potential" (RTFP). RTFP is the final sum of all Geld in circulation and is limited by the RTEP. Remember that the Attrition/Inaction Rate is not affected by the RTFP but by the RTEP because of the nature

of the Work-Standard. If the Central Bank needs to print more Geld, the RTEP will need to be gradually increased to facilitate it.

What happens if the Central Bank decides to print more Geld to increase the RTEP without any expected increases in RTEP? That Geld is counted as Schuld and is thus added to the Sovereign Schuld of the nation-state as “unpaid debts.” This is done to discourage excessive creations of Geld and deter the existence of Schuld-backed Kapital under the Work-Standard. As a Constitutional Obligation with a corresponding Constitutional Intent, any Sovereign Schuld must be paid back without any Interest whatsoever under the Work-Standard.

TPP does not contradict what had already been discussed in that Entry and across several others. Arbeit from the VCS Economy and the State are still contributing to the TEP, just as the Geld from both are contributing to TFP. TEP and TFP still became RTEP and RTFP respectively once the Attrition/Inaction Rate was factored. The State itself still received its Revenue, paid all Expenses and expects to have a Budget left over for next week. And the nation-state still got its contributions from engaging in international trade and allowing foreign enterprises to operate within its borders. Combining the State Revenues and Expenses, RTEP and RTFP, TXR and NOR into one equation for the Central Bank yields the TPP.

What is in fact unaccounted for, as the topic of another Compendium entry, includes the Arbeit and Geld from the NSFIs, the State Commissariats, the Kontore, and the Reciprocal-Reserve Banking System itself. In essence, the interplay of Arbeit and Geld by those with anything to do with financial practices. Only when they and everything else in the Socialist Nation are all taken into consideration will the Central Bank finally know the TPP. Only then can the Central Bank determine how much Geld will be printed without the State and Totality accumulating Schuld from budgetary deficits by having more Geld than what their Arbeit can sustain.

n. Wartime Preparations and the Work-Standard (Pt. 1 of 3)

Role of Total Mobilization of Production for Dasein

“Who says anyone can’t have fun in war?” That would be the motto of the Work-Standard because “war begets economy,” not the other way around. The “Total Mobilization of Production” always has its purpose to justify the constant Readiness-to-Hand. Liberal Capitalism has its “Total Mobilization of Production for *Profit*” and Socialisms unpegged to the Work-Standard has their “Total Mobilization of Production for *Utility*.” A Socialism pegged to the Work-Standard has its “Total Mobilization of Production for *Dasein*.”

In a potential arms race, the latter is more likely to prevail in the “Total Mobilization of Production for *War*.” Barring the usual gamut of war crimes, the Profit Motive and Marginal Utility do not exist in wartime. It was that weakness which Liberal Capitalists touted the promotion of Free Trade Agreements (FTAs) as a deterrent against war for an FTA’s economic entanglements and political entanglements *curtail* freedom of action. And even then, why would anyone under Liberal Capitalist build weapons and munitions, vehicles, warships and aircraft if there are real limits to their returns on investments? Why bother with garnering Kapital from any endeavor where opportunities are limited to government contracts, civilian markets and war-torn lands?

Seriously, if any of those questions seem familiar, that is because they are interrelated with topics like the “military-industrial complex,” “police militarization,” “arms control” and “sanctions,” “school shootings,” and “gun control” within the United States. Armaments firms turn to their governments for Kapital in peacetime since the markets for civilian-grade armaments are not large. Most civilians have neither the Kapital nor Incentive to afford the arsenal of an entire armed forces. Never mind the Zeit needed to maintain and operate the arsenals.

The only real exceptions to the rule are in the pages of Friedrich von Hayek’s *The Road to Serfdom* and that one time PepsiCo acquired warships from the Soviet Union. The latter was a business deal showcasing corruption and incompetence to serve as an alleged example for the former. Regarding the former, von Hayek was convinced in *Road to Serfdom* that an Individual ought to literally become a one-man army like in a 1980s-style John Rambo or Arnold Schwarzenegger movie. He argued the idea sounded badass, insisting every Individual ought to act like a one-man army, even in economic contexts where an actual army is necessary. That was the overriding theme of his personal distaste for any economic planning, refusing to make any distinctions between the unsound and the sound. Such thinking will get no one anywhere in Life except reenacting some infamous scenes from *Jackass*, except with real injury, real imprisonment, real death; even among counterterrorism analysts, the most deranged school shooter and the most fanatical lone wolf terrorist received some help from others, both willing *and* unwilling. After all, what is the “free market” if not Individuals endlessly expropriating and competing for Kapital?

In all seriousness, Dasein exists because no Individual within world history lives forever. This applies to everyone in all times of peace and war. Faced with the existential dread that comes with the Destiny of all nations, Dasein reassures the Individual of their place in world history by being self-aware their mortality, individuality, and reason to live. The world realized this early on in the Coronavirus Pandemic when world leaders resorted to wartime rhetoric to justify measures against the spread of Coronavirus and cracking down on dissent against social distancing, from dispelling conspiracy theories and crackpot cures online to imposing curfews and riot police offline. When the Coronavirus Pandemic ends, the next stressor will be coming from Climate

Change and the economic ramifications it poses on all nations, including our archetypal Socialist Nation in the SMP Compendium. That Socialist Nation will be relying on the Work-Standard for more than just sustaining the Totality; the State will also need it to serve the Totality.

Antiwar advocates rest assured from the Coronavirus Pandemic demonstrating how the world is truly unprepared for any large-scale war. It may seem like a good thing at first until the Prices of everyday goods and services start rising and they begin to complain about the Prices. That may or may not affect the Socialist Nation of the SMP Compendium. Depending on its location, the geography outside its cities, the population, industrial base, the size and composition of its armed forces are expected to be different. There may be moments in its history where that Socialist Nation will need to prepare for a full-scale war against a hostile nation-state for any justifiable Intent. How it prepares for a conflict is where it matters before any onset of hostilities.

Command Structure of the Council State of the Socialist Nation

In times of both war and peace, the Socialist nation is governed by a “Council State,” a State with a functioning Council Democracy. The People’s Party controls the Legislative Branch vis-à-vis the State Council and its Electoral College. The Party controls the Judicial Branch by appointing sitting justices to the Honor Court. The Party controls the Executive Branch: a “President” as the Head of State in charge of the Cabinet and its Ministries and a “Chancellor” as the Head of Government in charge of the Legislative Branch. The President of the Socialist nation also serves the Party General Secretary, the Chancellor as the Party Chairman.

It has come to my attention that the ambiguities of the Cabinet need to be addressed here because the final three entries in the Compendium deal with the everyday activities of the Socialist nation over the course of an entire year. I will consolidate all of the information discussed throughout the Compendium in those three entries, putting any seemingly random entries into a coherent picture on behalf of the Political Organization Problem. The Cabinet in the SMP Compendium, what is officially called the “Council of Ministers,” has sixteen Ministries. I have split the sixteen into four groups:

1. The Ministry of Foreign Affairs conducts diplomacy with foreign nations on behalf of the Socialist nation. They are responsible for the establishment of embassies and consulates, establishing the national Intranet’s connection to the Internet and another Socialist nation’s Intranet, and the economic and financial activities of any Enterprises operating abroad. The Ministries of War, Intelligence, Energy & Armaments Production pertain to the armed forces, intelligence services, spy satellite, superweapons, and the procurement of armaments, ordnance, vehicles, warships, warplanes and so forth. The General Staff leads the Ministry of War and its “Departments” and “Offices” of the Army, Navy, Air Force, and Auxiliaries. The fourth Department includes Corps-level Commands for Special Operations, Financial Warfare, Cyberwarfare, Space Warfare, the Party’s paramilitary formations, and student cadets of military academies within the Socialist nation’s SSE. Intelligence and Energy & Armaments Production both act as separate Ministries.
2. The Ministries of Economics, Finance, and Transportation all pertain to the everyday affairs of the VCS Economy, the Central Bank in charge of the Life-Energy Reserve and Reciprocal-Reserve Banking System, all State Banks, National-Socialized Banks, State Commissariats and Kontore. All three Ministries have Departments and Central Offices of inspectors, accountants, and economic planners in close communications with each other

throughout the Socialist nation and anybody sent aboard on behalf of the Foreign Ministry. And the Transportation Ministry is responsible for the highways, railways, border patrols, seaports and airports, and the movement of Arbeit and Geld across international borders. Most SMP Compendium entries pertained to those three to conceptualize and describe the Work-Standard.

3. The Ministries of Justice, Interior, and Health pertain to the emergency services. The national police forces, fire departments, and hospitals fall within those three Ministries. The Ministry of Justice is charge of the Socialist nation's penitentiary system. The Ministry of Interior is also in charge of ecological affairs and landscaping. And the Ministry of Health oversees of the Socialist nation's production of pharmaceuticals and medical equipment.
4. And the Ministries of Education, Science, Religious Affairs, Autonomous Regional Affairs, Culture, and Information pertain to social affairs. The national educational system's Socialist Student Economy (SSE) and its student government are a part of the everyday activities of the Education Ministry, from nurseries and kindergartens to the most prestigious universities. The Information Sector of the VCS Economy, video gaming Industry, the national Intranet, scientific and engineering organizations, and other Technology-related concerns fall under the Science Ministry. Religious Affairs Ministry is the State's direct line to the ecclesiastical authorities, the Socialist nation of the SMP Compendium having a sizeable majority of its roughly 100,000,000 citizens as adherents of Roman Catholicism. Similarly, the Socialist nation also has a few special autonomous communities of religious and ethnic minorities in the remote parts of the country, and the State maintains a direct line through the Autonomous Regional Affairs Ministry. The Socialist nation's print publications, TV, radio, music, traditional festivities, and so forth are all under the auspices of the Culture Ministry. Any censorship done by the Socialist nation for media too obscene, offensive, racist, sexist, sectarian and of questionable veracity will eventually require the delicate, meticulous handiwork of the Information Ministry.

The post-1945 world has under the shadows of digital technologies and nuclear weapons. We live in a world where the smallest technological mistake can bring about the end of the world, and there have been moments in the Cold War where it could have happened. To prepare for the unthinkable, the possibility of total war, the Council State shall maintain a hidden parallel government of handpicked successors with the Intent of maintaining its Continuity of Government (COG) plan. Anyone with a high enough Rank within the Ministries of the Council State is eligible, which can includes mid-level Party officials and State functionaries from the student government in charge of the Socialist nation's SSE.

The State's COG plan goes live once war has been declared. All handpicked successors have direct orders under the Constitution to be whisked away from their government offices in the opening hours and sheltered in undisclosed deep underground command bunkers throughout the Socialist nation. If the whole line of succession is either killed, incapacitated or captured by the enemy, or if their whereabouts cannot be located beyond the mist-shrouded fog of war, they have a Constitutional Obligation to take over the roles of the central government and lead the war effort.

Preparing for Peace

The Work-Standard has the Industries of the Ministry of Energy & Armaments Production as “State-Administrated Enterprises” under the direct command of the State vis-à-vis the Ministry of War and the General Staff of High Command. The armaments industries may be producing NATO STANAG (STANardization AGreement) or old Warsaw Pact materiel under production licenses. Alternatively, those armament industries could be manufacturing domestic weaponry. In any case, the overall firepower of contemporary armaments since Cold War are impractical for a large-scale conflict. The General Staff of High Command at the Ministry of War are well-aware that, no matter how much Geld is allocated to the armed forces, the materiel needs to be practical and cheap enough to replace losses. The General Staff expects the Socialist nation to understand the political-economic realities of war and are prepared to make necessary sacrifices in wartime.

Consider the US military, and how the Rust Belt region resembles more like a museum to past achievements than being an actual workspace for instance. The Department of Defense may be spending far more than most militaries but most of its materiel are too expensive and difficult to replace in any large-scale conflict. Let that conflict drag on for longer than the opening weeks and most of their arsenals and munitions will be depleted before the year is over. All the complex, advanced weapons, vehicles, warships and aircraft fielded by most nations will be destroyed, abandoned, captured or lost at sea. Whatever remains on the battlefield will need lots of replacement parts, fuel, and munitions to continue fighting.

Naturally, the conventional wisdom for any national economy in the State of Total Mobilization is to produce everything on ‘larger Scales, shorter Durations’ with ‘narrower Scopes and higher Densities’ as possible. In essence, to produce lots of materiel with as few design differences and to ensure faster manufacturing and replacements with as much resources as physically possible. But can any nation genuinely expect to maintain that current rate of production to persist and not expect industries to be attacked by enemy forces or not have enough resources? How will the nation finance its war effort? Will rationing be introduced and how will the Attrition Rate be measured? How will the Work-Standard operate under wartime conditions?

These questions are to be addressed to the State by the economic planners of the Socialist nation. The Heads of State and Government, State Council and Central Bank must recognize that the need for Authentic Dasein is essential for the war effort. Depending on the overall rates of production in the lead up to any possible conflict in the unforeseeable future, the greater the preparedness of the Totality in its Readiness-to-Hand Arbeit and Geld for the war effort, the less rationing and fewer shortages there will be. Some sacrifices are going to be made and that will depend on the overall complexity in the arsenal of the armed forces.

The best-possible Quality of Arbeit is going to be coming from war production that requires a decent Duration in its manufacturing process and Density in the concentration of manpower and resources. The greatest Scale and broadest Scope can be achieved until the onset of high Attrition. The logistics involved in the movement of materiel requires delicate planning and there will always be potential for bottlenecks and inefficiencies, which can be mitigated if the economic planners can detect them sooner rather than later. That was the premise behind MTEP: maintain a hierarchical chain of command by integrating them into every step of the production process.

The designing of weapon systems is crucial in minimizing potential Attrition and logistical problems once the finished product leaves the assembly line. There are limits to this, however, because the overall quality of its design affects the Quality of Arbeit when it is being manufactured. Similar sources of high Quality of Arbeit will come from industries providing the best-possible

quality and can do so in a reliable, competent manner. Those who have proven themselves worthy with the most sincere, genuine effort will be the ones contributing the most Arbeit and those who fail to follow their example will be denounced as such by the State Commissariats.

The financing of the war effort under the Work-Standard is affected by the sustaining of the war effort by the Totality. As long as the Totality is producing everything that its armed forces could possibly need, there will be more than enough Geld for the State to fund the war effort. That changes the moment military-industrial facilities are attacked by the enemy. Should the enemy have ground forces approaching those facilities, it is possible to expect Attrition to rise in a desperate bid to defend the facilities with weapons rolling off the assembly lines for any friendly units that happen to be in the vicinity. Schuld will begin to accumulate the moment the war effort yields an imbalanced budget, which can be dealt with after the cessation of hostilities.

As in peacetime, the need to avoid Attrition still applies in wartime. The national economy cannot always be expected to sustain the war effort around the clock. At some point, the workforce is going to become weary as the conflict continues and striking a balance between what is expected of them and their chances to rest is a necessity in curtailing Attrition. Having *Zeit* in the work-week for breaks at different periods of each day is important. Only in instances of imminent contact with the enemy may this decision be suspended.

o. Wartime Preparations and the Work-Standard (Pt. 2 of 3)

Council Democracy and the Causes of War

Wars are expensive, and the Totality should be made aware of this. Council Democracy, unlike Parliamentary Democracy, grants the Totality the chance to provide a unanimous or at least a majority consensus on whether they will support the State in war. The State must listen to the Totality's concerns, being fully aware of the political consequences when declaring war against another nation. If there are ways of averting conflict, they should be pursued whenever possible and without any risk to the stability of the Work-Standard and the Socialist Nation relying on it. There will be no compromises on the Work-Standard nor will the State be coerced by foreign governments into phasing out the Work-Standard. It is senseless to compel the State, let alone the Totality controlling the State, into taking such actions.

Any *casus belli* can no longer be justified entirely by the State as it was the case prior to the 20th century. The Totality now has its decision to make on whether the Socialist nation should go to war or not. Once a decision has been made, the Totality must stick with that decision until the State negotiates an end to the conflict with the opposing force. Under no circumstances is there to be enough dissent to destabilize the war effort, from the burning of draft cards to labor strikes sparked by the sudden formations of labor unions. The State should be preparing for those conditions and more because it will always be the final authority on deciding to start a war.

The Totality of our Socialist nation may not always appreciate this, but they need to be self-aware of the possibilities that certain wars are unavoidable. Their State may inform them of an impending attack or an ongoing attack on the Socialist nation, and they must be prepared to help the State defend the Socialist nation. Alternatively, their State may convince them that their neighbors or another nation is preparing to invade the Socialist nation and they must launch a preemptive invasion before the enemy can make the first move. The intelligence reports, should it ever be the latter, has to be credible and not fabricated by the State. The Totality has a Constitutional Obligation to hold the State accountable if there is incontrovertible evidence that the State fabricated such evidence.

Our Socialist nation must not become riled up over wars waged by the State to seize natural resources like crude oil and base metals. If the Council State has plenty of Geld to invest in the invasion of another country's oil fields, it should instead be investing the mass production of zero-carbon synthetic fuels. If the Council State has plenty of Geld to invest in similar invasions, it should also be investing in technologies designed to realize the alchemical process of transmuting one base metal into another base metal. [Scientists have known since the past century that it is theoretically possible](#) to transmute one base metal into another base metal, but additional research and development is not happening under Liberal Capitalist regimes. Whether the Socialist nation is interested in determining the efficacy of such methods, [by spending Geld on the construction of a particle accelerator](#), should be brought into consideration as an alternative to wars or even Real Trade Agreements (RTAs).

Let's be honest with ourselves: the Work-Standard is capable of coming across to people accustomed to Kapital and Schuld as a form of 'financial alchemy'. The processes by which Arbeit can be transmuted into Geld can be interpreted by anyone unconvinced of Socialism as a sort of magic which has yet to be understood. If an alternative Currency Standard like the Work-Standard is capable of being realized, what else can be realized with enough creativity and imagination?

In any case, we will also not be compelling the Socialist nation into attacking our adjacent neighbors in direct violation of international treaties. We are also not going to invade another country to launch an ideological “Crusade against Bolshevism” in violation of a hypothetical Molotov-Ribbentrop Pact to seize the crude oil fields of Baku in the Soviet Republic of Armenia. We may have old rivalries with some of our neighbors, but to fight all of them at once is idiotic. The Third Reich made this foolish mistake, despite signing three bilateral trade agreements with the Soviet Union *and* the Soviet Union being interested in joining the Axis Powers against the Allied Powers. Yes, *the Soviet Union could have sided with the Axis Powers* and the outcome of the Second World War could have occurred differently than what actually happened.

The foreign policy of the Socialist nation shall not be informed by conspiracy theories. International politics requires cool-headed and calculated posturing wherever the risk of war is intense. We cannot always blame the historical past of the Socialist nation on everything that has happened in prior centuries. Any nation and its rulers can be as irrational as they can be rational when deciding to start a war. At the same time, we also have to take into consideration preexisting historical enmities between different nations.

There may be possibilities for another Totality under a Liberal Capitalist regime to be swept into a wartime over a perceived atrocity, whether real or imagined. The Totality in a Liberal Capitalist regime, if they have grown complacent and docile by their consumerist culture, can become complicit in justifying a war. One has to be astonished by how willing the American Totality has been at supporting a confrontation over Cuba for instance. Let us reinvestigate Cuba from a Hamiltonian Federalist perspective.

Was the *USS Maine* deliberately attacked by the Spanish, thereby causing the Spanish-American War? Is the American Totality even aware of the obscure historical fact that the Jeffersonians have been clamoring for any excuse to attack Cuba since the 19th century? [Thomas Jefferson and his other protégé James Monroe had no qualms about America seizing Cuba, preferably by economic coercion before military force. Their Intent was to capture the international markets on the island. Some of their intellectual heirs had even sided with Southern slave owners in a secret plot called the “Ostend Manifesto,” motivating the Northern Abolitionists’ casus belli for the American Civil War.](#) And the Implicit Intents of Fidel Castro, Che Guevara, and the Cuban Communists are supportive of this Hamiltonian Federalist argument against invading Cuba, given their agreement with the Soviets to establish ballistic missile facilities on the island, allowing the events of the “Cuban Missile Crisis” to be set into motion. It does not matter whether Cuba is a Scientific Socialist regime or not; the Jeffersonians will do anything to seize Cuba’s international markets at any cost. Those are just examples of how wars begin. Always remember that if is any justification to start a war, there are also opportunities to avert them.

On the State’s Three-Year Conscription Policy

The Socialist Nation needs a conscription policy lasting three years. Note that the conscription can be fulfilled by anybody who is not a genuine conscientious objector. The Work-Standard provides the necessary means for the State to minimize the chances of draft dodging. There are plenty of ways for one to fulfill their draft requirements from the State. This begins as early as one’s teenage years in the secondary schools of their Socialist Student Economy (SSE).

The Socialist Nation has two forms of conscription: military conscription and work-conscription. All males and females in good health between the ages of 17 and 34 are eligible for military conscription. For work-conscription, males and females in good health between the ages

of 17 and the retirement age set forth by the State. Anyone older than the set retirement age may be entitled to a retirement pension as the dependent of their family's household.

For military conscription, note that "Actual Arbeit" and "Actual Geld" are only applicable to the Life-Energization Reciprocity (LER) process. Military conscription has sources of "Military Arbeit" and "Military Geld" that need to be converted into Actual Arbeit and "Actual Geld by the Central Bank. Much like the "Digital Arbeit" and "Digital Geld" in the "Life-Energization Reciprocal Electrification (LERE) Process" which we will be discussing in Section Seven, there are accommodations under the Work-Standard for the Socialist nation to facilitate different forms of Arbeit and Geld, depending on the Totality's level of technical expertise and technological sophistication in both peacetime and wartime conditions.



Digital Arbeit Symbol

For the Council State, the Ministry of War will be maintaining the Paygrades and the healthcare of military personnel. Instead of the Central Bank, the General Staff has two modes for handling the LER and LERE processes from within the realm of military logistics. In peacetime conditions, the Ministry of Energy & Armaments Production will be conducting both processes. In wartime conditions, especially when the military is deployed overseas, the logistical formations will be responsible. In practice, we can expect the Military Arbeit and Military Geld to be separated from the Arbeit and Geld created by the rest of the Socialist nation. Only when there is secured communications with the Central Bank, will the armed forces be converting their Military Arbeit and Military Geld into actual ones. It works the same way with Digital Arbeit and Digital Geld.

When the draft card arrives in the mail, one must choose between "Military Conscription" or "Work-Conscription." Choose either and the other requirement will suffice because most work-conscripts eventually receive the military training of voluntary reservists. Anyone who opts for Work-Conscription may be ineligible for Military Arbeit and Military Geld. There is an Implicit Intent behind why the Totality has zero tolerance for unemployment *and* underemployment. Anyone who has not yet been able to find their Vocation in Life are always eligible for the draft within the given age ranges.

Looking back at your teenage years, begin by asking yourself the following questions:

- Are you a Conscientious Objector who genuinely holds the religious and ethical beliefs of an Anabaptist Amishman or else just somebody who cannot bear the rigors and burdens of contributing "Military Arbeit?" *If so, you are ineligible for military conscription, but you may voluntarily be entitled to work-conscription devoid of any military training.*
- Are you deferring conscription by enrolling in a university? *If so, you are still eligible for both military conscription and work-conscription.* Your SSE's student government is allowed by the State to establish the "student combat groups," the "student intelligence corps," the "student prefect patrols," and "student paramilitary sporting groups." If the

Ministry of War finds it necessary under the direst circumstances, be aware that those formations may be inducted into the armed forces of the Socialist nation. But that will only happen if the enemy has breached the border and there are literally enemy paratroopers landing on your school or university campus like in the original *Red Dawn* movie.

- Are you a part of the LGBT (Lesbian, Gay, Bisexual and Transgender) people's community? *If so, you are eligible for either military conscription or work-conscription.* Just like the university students, the SSE can also be your chance to fulfill the three-year draft.
- Are you physically, mentally, psychologically or spiritually incapable of withstanding Military Arbeit? *If so, you are ineligible for military conscription, but may be eligible for work-conscription if you are capable of passing a physical health exam on behalf of your doctor or a psychological evaluation from a psychiatric or psychological practice.*
- Are you interacting with a Vocation that the State deems as essential? *If so, you are ineligible for both military conscription and work-conscription.* The State is always looking for young people to develop and manufacture military hardware, invest their Geld and Arbeit into NSFIs offered by Office VI ("Priority Requisition") at their local Kontore, and volunteering to help scientists, engineers, medical professions, economic planners, bankers and childcare providers, state commissars, emergency services and other important professions. The State will also need people who are willing to voluntarily pursue Vocations in the Armaments Industry.

By accepting military conscription, the Ministry of War will be in charge of issuing your Paygrades for as long as you are in the armed forces, regardless of the military branch. Your opportunity of contributing Military Arbeit and generating Military Geld begins on the first day of basic training. But should you arrive at the conclusion that the military is your Vocation in Life, the State has a Constitutional Obligation to let you turn your military conscription into an actual Vocation in itself. We will be exploring the concepts of Military Arbeit and Military Geld in Part III of "Wartime Preparations and the Work-Standard." At some point, we will be investigating ways for the Socialist nation to combat the psychological trauma caused by Post-Traumatic Stress Disorder (PTSD) in a relevant SMP Compendium Entry, "Technology and the War Effort."

But should you choose to accept work-conscription, do not be discouraged by anyone or anything that may prevent you from having to take that option. The State is always looking for young people on special assignments that do not involve the military. As mentioned earlier in Part III of "Taxation and the Work-Standard," somebody has to take care of the land, buildings and tenants that the State is planning to sell on a later date. There are plenty of ways for the State to provide opportunities to allow someone to plant their foot in the door and avoid being drafted.

Weaponizing the Attrition/Inaction Rate

The worst enemy to the Socialist Nation is not the opposing nation, but the Attrition/Inaction Rate affecting their Currency pegged to the Work-Standard. It is imperative that the Totality be aware that the Attrition/Inaction Rate will cause economic and financial damage to the Socialist nation. The Attrition/Inaction Rate does not just affect everyday life in peacetime. It will also affect the military capabilities of the Socialist nation to fend off enemy attacks at home or unleash counteroffensive operations abroad. Even in the worst-case scenario, the Socialist nation is better off relying on the Attrition/Inaction Rate because one cannot effectively apply Attrition Warfare tactics in the realm of Financial Warfare with an Inflation/Deflation Rate.

The State and the Totality, whenever it is possible to transmit well-encrypted communications, must pay attention to the Attrition/Inaction Rate at all times. The Attrition/Inaction Rate informs everyone about how much everyone is working to sustain the war effort. It can provide a good indicator on the extent of the enemy's destruction of the VCS Economy, regardless of the weapon and military doctrine. It can also provide information about whether the Socialist nation sustained a massive loss of military personnel and materiel in a major campaign or decisive battle. Expect the Attrition Rate to rise in response to those losses.

Conversely, if the Socialist Nation has been conducting a successful military campaign or a decisive battle, we can expect its Attrition Rate to be lower. The military will not be needing a lot of replacements in both manpower and equipment. This can provide the Totality with enough breathing room to rest, minimizing the risk of Currency Depreciation. The State should take advantage of this possibility under the right circumstances. The VCS Economy will need to in order for the Totality to decide over whether a revalued Currency or a devalued Currency will allow the Socialist nation to emerge from the war victorious.

We must be aware that even though we rely on the Attrition/Inaction Rate as our metric, we cannot assume that the enemy also relies on it as well. It is possible for the enemy to be a Liberal Capitalist regime relying on an Inflation/Deflation Rate. In that case, an Inflation/Deflation Rate is a double-edge sword. On the one hand, we cannot accurately measure the extent of the opposing Totality's support for their nation's war effort. But on the other hand, this can be beneficial for us because even if we cannot know for certain what their Attrition Rate is, the enemy will also be uncertain.

This was definitely the case during the Vietnam War, the last major conflict where the US military had the permission to draft Americans. Most Americans in the 1960s, regardless of whether they supported or opposed the war in Vietnam, were probably unaware of the economic and financial toll that the conflict was inflicting on their Market Economy. That Jeffersonian Lyndon Barnes Johnson was trying to finance the Great Society programs, a massive Welfare Capitalist scheme, and maintain the Gold Standard vis-à-vis the Bretton Woods System at the same time. There was simply not enough Gold in existence for the US to sustain both the war and the Great Society because LBJ raised taxes just to finance the war effort. And even then, a growing segment of the American population lost support for the conflict after the Tet Offensive in 1968.

More importantly, most Americans are also unaware if the economic instabilities of Market Economy did play a role in the outcomes of the Iraq and Afghanistan Wars. It remains to be seen whether the historians, economists, political and military scientists are going to argue about whether the effects of the Great Recession affected the US military's deployments in Iraq. Even the Coronavirus Pandemic itself has played a role in the more recent withdrawal in Afghanistan. Both conflicts were waged by Jeffersonians relying on the Schuld Standard as opposed to the Gold Standard like in the Vietnam War. The US National Debt and the Federal budgetary deficits since 9/11 are a living testament to this economic reality. Possibilities on the Work-Standard being capable of having a special Attrition/Inaction custom-built for Liberal Capitalist regimes are elusive. That is an important consideration because the methodologies of the Inflation/Deflation Rate must be distinguished from the ones preferred by the Attrition/Inaction Rate.

p. Wartime Preparations and the Work-Standard (Pt. 3 of 3)

Why Religious Vocations are Exempted from Military and Work-Conscription

There is one segment of the population who will always be exempted from military conscription and work-conscription. A special exemption will always exist for anyone who decides to pursue the priesthood as a seminarian or religious life as the postulant of a religious order. This exemption is called the “Religious Discernment Deferment.” It remains in effect for as long as they are committed to their religious Vocations and becomes permanent after their ordination. There is an Implicit Intent behind why the Religious Discernment Deferment exists.

The Religious Discernment Deferment is an honorable exemption for those seeking the priesthood or religious life under the Intents of Command and Obedience. Just as the military adheres to Command and Obedience, the same is also true for the Catholic priesthood and religious orders. We cannot speak of Command and Obedience without eventually acknowledging its antecedent in the Catholic Church. For unlike the laity, those who willingly pursue those Vocations are engaged in the spiritual realm as opposed to the physical realm because are inwardly informed by a higher sense of Duty. They deserve this exemption due to their importance in the spiritual life of the Socialist nation, serving as examples of why we reject Scientific Atheism as a perversion of Hegelian political philosophy and why we oppose the emergence of Cults of Personality.

A strong religious devotion to the Catholic faith is essential for the Socialist nation. We refuse Scientific Atheism for its rejection of the need for religious belief as essential to rejecting the Materialistic tendencies of Liberal Capitalism. This is the same Materialistic tendencies that rendered Marxist Theory so vulnerable to Liberal Capitalist subversion, given its concepts like “Historical Materialism” and “Dialectical Materialism” for instance. Liberal Capitalism, as an old holdover from the Enlightenment, rejects the Catholic Dasein on grounds of faith and morals because of its insistence in adhering to a purely Materialistic Weltanschauung. When Liberal Capitalism claims ‘there is no God’, it is claiming that people have no souls that are spiritually bound by a national-cultural Collective Consciousness and a Collective Unconsciousness, rejecting the spiritual in favor of the “biological concept of race.”

“Race,” as everyday Americans generally interpret this specific term, is a social construct insofar as it is informed by the same psychological and psychic conditions conducive to Kapital and Schuld. It is part of the same Weltanschauung which claims that one’s race is only defined by the color of one’s skin or that the Market/Mixed Economy gives the Western world a perceived sense of racial superiority over those who rejected Liberal Capitalism. There are no “White Americans,” no “Black Americans,” no “Brown Americans,” no “Red Americans,” and no “Yellow Americans.” There are, however, European Americans, African Americans, Latin Americans, Native Americans, and Asian Americans. A ‘Prussian-American’ and an ‘English-American’ are not “White people”; they are American Prussians and American Englishmen first and foremost. Such notions of “changing demographics” in America is Jeffersonian demagoguery, threatening to undermine the national Solidarity of the American Totality insofar as it originated in the fears of old American slave plantation owners terrorized by the possibility of slave revolts.

There are only two ways for the American Totality to be united: Hamiltonian Federalist Socialism and Roman Catholicism. Most Americans, including those who are not Catholic, would prefer the former over the latter. This in turn leads to the other justification behind the Religious Discernment Deferment, the need to combat the rise of Cults of Personality within political life. In politically divided nation-states, the Cult of Personality emerges to forge a consensus around demagogues and populists. It is to be rejected as a sign of weakness because it stifles critical and creative thinking, creating the false belief that the subject of the Cult of Personality can do nothing wrong. Religious belief can minimize the effects of a Cult of Personality because it consistently preys on those looking for beliefs that can only exist in the spiritual realm.

Why the VCS Economy Rations, Repurposes, and Recycles Everything

The VCS Economy rejects the dialectics of Consumerism and Producerism. The state of Total Mobilization has a tendency of depleting natural resources and causing environmental degradation. This fact becomes even more apparent in wartime. Every effort has to be made at conserving resources and preserving the environment for future generations. The more resources we are capable of preserving and the more we are capable of conserving, the greater our chances of sustaining the war effort. It is possible for us to minimize the effects of wartime rationing and shortages if we plan ahead under peacetime conditions.

Our scientists and engineers have a Legal Duty to help the Socialist nation realize the Technology necessary for enhancing the capabilities of the Work-Standard. They must be willing to assist the Socialist nation to research, design and implement the ways in which we can pursue sustainable alternatives. If there is any way for the VCS Economy to consume fewer resources without sustaining any losses to the RTEP and RTEFP, they need to be evaluated by the State and introduced by the Totality. Remember, the State and the Totality must ensure that they will be able to live within their own means of production. This extends to the resources that the VCS Economy needs to manufacture all of the everyday goods and services for the Socialist nation.

It is true that the VCS Economy can create a lot of Arbeit and Geld by harvesting natural resources. The VCS Economy can achieve even more Arbeit and Geld if the State implements ways in which the Totality can recycle and repurpose anything. There are a number of strategic resources that will need to be rationed, certain Equipmentalities to be repurposed, and waste products to be recycled into materials intended for production. Our Socialist nation should consider investigating ways of manufacturing zero-carbon synthetic fuels, durable synthetic rubber, synthetic fabrics, biodegradable plastics, and synthetic metals. The State should finance the research and development of those technologies, in addition to similar endeavors within pharmaceuticals, building materials, nuclear transmutation of base metals into other base metals, closing the nuclear fuel cycle, and ways of cultivating agriculture in inhospitable environments.

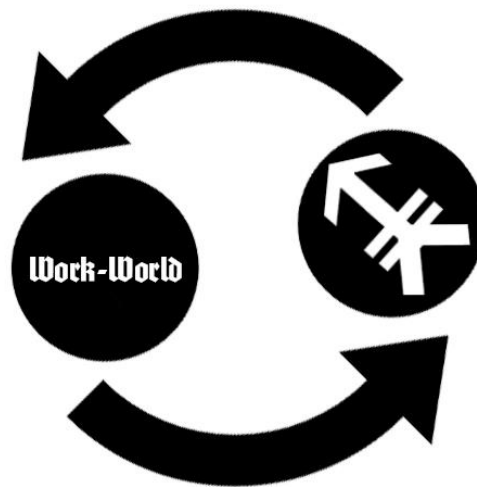
We must also recognize that modern warfare, in addition to requiring vast amounts of resources, tends to leave traces of environmental damage on battlefield. The vast fields of burning vehicles, pillaged countryside, poisoned rivers and lakes, and city ruins need to be quickly dealt with. The military can be address them while deployed in the field, but they need the Technology to heal the environment. This will become important in the immediate cessation of hostilities.

On Military Arbeit and Military Geld



Military Arbeit Symbol

In addition to the religious, medical and educational professions, the military professions are also a high-tier contributor of Arbeit and Geld. Our armed forces primarily contribute Military Arbeit whenever they are undergoing training, exercises, conducting combat patrols and battling the enemy. They also generate “Military Geld” upon converting them from “Military Arbeit,” manufacturing armaments, or interacting with the VCS Economy and Reciprocal-Reserve Banking System vis-à-vis Office VI (“Priority Requisition”) of the Kontore. Of course, this is assuming the Socialist nation is living under peacetime conditions only.



Work-World Compatibility Designation Marker for Military Arbeit

Wartime conditions are a different matter altogether. Expect the rates of Military Arbeit to rapidly rise and fall in the heat of battle. We lose a lot of Military Arbeit as we continue to lose battles and eventually entire campaigns. We also lose a lot of Military Geld as military-industrial facilities are bombed, sabotaged or captured by the enemy. Both apply even more so if entire military formations are wiped out and the enemy captures remaining personnel to be detained for the duration of the conflict. Additionally, the rates at which we can gain Military Arbeit coincides with our ability to sustain the size and composition of our armed forces. The larger the armed forces, the more Military Arbeit we can expect to gain. The fewer casualties our troops have received on the battlefield, the more Military Arbeit we will have left over when the war ends.

This in turn brings us to the concept of Military Geld in wartime. On the homefront, the Central Bank can readily convert Military Arbeit into Actual Arbeit whenever the armed forces are defending the Socialist nation on its own soil. The Central Bank can also convert any Military Geld from the production of armaments and munitions, vehicles, warships and aircraft into Actual Geld and stored along with the rest of the Life-Energy Reserve. Where the Central Bank cannot convert Military Arbeit into Military Geld or Military Geld into Actual Geld because those tasks belong to the Ministry of War. At the same time, the Central Bank cannot convert Military Arbeit into Actual Arbeit if the armed forces are deployed overseas. The Central Bank can convert Military Arbeit into Actual Arbeit if the personnel are still in the Socialist nation, but not for those who have been deployed overseas by the General Staff at the Ministry of War.

There will be moments when the Central Bank will not be in direct communications with the armed forces deployed overseas. The Central Bank may not always know the exact extent of Military Arbeit and Military Geld because of wartime censorship by the Ministry of Information. If the Central Bank does not have any communications with the armed forces, Military Arbeit and Military Geld cannot be converted into Actual Arbeit and Actual Geld to be stored in the Life-Energy Reserve. It is up to the General Staff to decide when to give the Central Bank the information related to the Quality of Military Arbeit and the Quality of Military Geld.

And instead of being issued Actual Geld as Paygrades, the armed forces receive Military Geld as payment. The General Staff has logistical support units tasked with overseeing the process of converting Military Arbeit into Military Geld on the battlefield. These logistical support units are responsible for ensuring that all personnel will receive their Military Geld as Paygrades. The payments may take on the form of an envelope full of Military Geld or else Military Geld wired electronically to the soldier, sailor, airman or marine's personal savings account. The recipient of this Military Geld may receive a special payment card where they can insert into a specially-built automated teller machine to deposit or withdraw any Military Geld from their savings account. This will only be available if there is already electrical power and encrypted communications.

All personnel will be able to convert their Military Geld into Actual Geld at Office IV of the Kontore once they have returned home from combat operations. This can be facilitated by an online digital bank on our national Intranet, by automated teller machines, by a National-Socialized Bank (NSB) or State Bank authorized by our Council State to operate overseas branches, or by Office IV ("Currency Conversion") of the Kontore. Choosing any one of those options is more than enough to suffice. The Implicit Intent of this is to deter circulation of any Actual Geld into war-torn nations, our military inadvertently fueling the creation of black markets by civilians without a reliable Currency. Loved ones with a friend or a family member in the armed forces shall refrain from sending Actual Geld to them overseas. Our military will be tasked with introducing the Work-Standard to the foreigners once the combat has ceased. They will need all the help that they can get to combat black markets, corruption and desertions among the defeated government's armed forces, insurgencies, transnational organized crime and terrorist groups.

Occupational Governments and Postwar Reconstruction

Military Arbeit and Military Geld are not just another source of Arbeit and Geld for the Central Bank's Life-Energy Reserve. Both are also capable of being created outside of combat, in the event that the Socialist nation is occupying another nation and is actively assisting in its postwar reconstruction. Even if the Socialist Nation relies on Production for *Dasein*, the Work-Standard, a

simplified Taxation System and a Command Economy, there are important lessons to be learned from the US invasion of Iraq in 2003.

When the Iraqi Ba'athist regime fell, Iraq was a Planned Economy badly crippled by the Iran-Iraq and Persian Gulf Wars as well as the LIEO's economic sanctions. The US-backed reconstruction of Iraq was done haphazardly, hampered by a military bureaucracy more interested in finding multinational corporations who had no qualms about profiting from the reconstruction efforts. The Coalition Provisional Authority (CPA) operated according to the Economic Calculation Problem as opposed to the Political Organization Problem, even as the CPA transitioned Iraq's Planned Economy to a Market Economy. Due to the political instability associated with the insurgencies during the conflict, the Iraqi Economy eventually settled for a Mixed Economy. The Iraqis opted for a Mixed Economy as a compromise.

Iraq's healthcare, water, electrical, sanitation, and waste treatment systems barely recovered in the years after 2003. It was only until the late 2000s did some of those systems began recovering to their pre-2003 levels. The US military in Iraq was restricted in its ability to intervene and assist the post-Ba'athist government, as evidenced by the lack of enough troops and the lack of orders from superiors to deal with the looting in 2003. It also did not help that the Iraqi Mixed Economy grew dependent on foreign investors and petroleum production, which at one point suffered from the effects of the Economic Calculation Problem. Not only were the oil workers unaware of the Price of their petroleum, they also did not know where the petroleum Revenues were going. Were they supposed to be going to the Iraqi government or to the foreign investors invited by the US in 2005?:

"Two-and-a-half years after the US invasion of Iraq, the country's oil industry is still in disarray. An official of the Oil Ministry in Baghdad told ISN Security Watch, on condition of anonymity: 'We do not know the exact quantity of oil we are exporting, we do not exactly know the prices we are selling it for, and we do not know where the oil revenue is going to.'

According to Baghdad press reports, export revenues are still not sufficient to cover the Iraqi state budget. The government is forced to take loans from international banks to cover its running expenses.

Although the US invested around US\$1.3 billion in the rehabilitation of oil plants damaged by lack of maintenance during 13 years of UN sanctions, the daily output of approximately 1.3 million barrels remains far below Iraq's pre-war production level of 2.5 million barrels.

The production goal for December 2004 of 3 million barrels per day, set by the US and the Iraqi government, cannot be reached in the near future, according to experts within the Iraqi Oil Ministry who talked to ISN Security Watch.

The Iraqi government looks set to lose US\$8 billion a year in potential oil revenue, due to the poor current state of the oil industry."

[-Heiko Flottau, Iraqi Oil Industry in Crisis, ca. 12 July 2005](#)

The US occupation and reconstruction has shown that, in the state of Total Mobilization, it is not Individuals that need to be guarded. Rather, it is key infrastructure, government buildings, financial institutions, museums, cultural and archaeological sites, and any place in the other

country that can be looted. Our General Staff at the Ministry of War must learn from the mistakes of that military occupation. We may not be invading any country anytime soon, but the Socialist Nation should at least be given assurances that lessons were learned from those experiences.

To deter looting by civilians driven to desperation by the collapse of their government, our General Staff ensure that there will be more than enough troops to garrison those critical sites. There needs to be Direct Orders on the ground for the troops to defend those sites not only from counterattacks, but also from people trying to walk away with anything of value, electronics, national treasures, and government documents. Our military should, whenever possible, crack down on such dissent and combat any insurgencies before they have any chances of emerging later in the year. They need to be able to enforce martial law while our Council State works tirelessly to set up a new government to be recognized by the rest of the world under international law.

The military contributes its Military Arbeit to its “*Militarized Life-Energy Reserve*” by conducting everyday operations and participating directly in the reconstruction efforts. It generates Military Geld by being deployed overseas under the direct command of the General Staff at the Ministry of War. The new government in the occupied country will soon be producing its own Arbeit and Geld, but it cannot begin to do so without assistance from our own Council State. As soon as the Central Bank reestablishes encrypted communications with the occupation forces, the Central Bank will receive the Military Arbeit and Military Geld, registering them as “Actual Arbeit” and “Actual Geld” from then on. This allows the Ministry of War to allocate Geld for the troops’ Paygrades and Geld for the postwar reconstruction. Both can be done simultaneously.

Note that unlike the Military Arbeit that can be easily converted into Actual Arbeit in peacetime, the same cannot always be true for Military Arbeit in contexts where a Mechanization Rate is impractical. And unlike the Military Geld that be converted into Actual Geld, the effects of the Economic Socialization and the Solidarity Rate are also limited in these conditions. Additionally, depending on how proactive our military chooses to be proactive, we can expect their Force Multipliers to run as high as ‘5.00’ in terms of Quality of Arbeit. Their Mechanization Rate, Economic Socialization, and the Solidarity Rate can only be reimplemented whenever the occupation force reestablishes communications with the Central Bank while participating directly in the postwar reconstruction efforts. Knowing this, what are the important necessities that the military will need to provide until the new government can finally take over? What are things that the military must not do under international law?

The new government will be asked by our Council State to implement the Work-Standard in order to facilitate the Command-Obedience Account Bookkeeping. This is a special offer that must be given enough forethought and deliberation on their part. Any Schuld that the new government inherited from the previous one can be paid off with the Work-Standard. Thus, whatever Geld that the Council State sends to the new government will be counted as “Foreign Aid” in their financial ledgers. For the Council State, our economic planners will be allocating this Geld under the printed “Development Aid” space of their own financial ledgers.

We begin our postwar reconstruction efforts with the military working to restore energy production for electricity, running water and sanitation, and helping the healthcare and educational professions restore the hospitals and schools. If the cities need to be rebuilt, the military will need to assist the civilians. The military should ensure that the public transportation and postal code systems are restored along with the usual modes of communications, defending them against potential sabotage by insurgents. The urban streets need to be safe enough for trash collection and hospital ambulances. If there are any fires, the military needs to be proactive and help the civilians put out the fires until the new government is confident enough to take over.

The troops will be asked to need to continue with their garrisoning and policing duties until the new government feels confident enough to take over. We will know when their government consolidates power and is strong enough to sustain itself with the Work-Standard. At that point, our troops can finally leave the country and return home. Depending on how many troops we send to that foreign land and how proactive our generals were in helping the new government and its civilians return to peacetime, it is possible to complete the reconstruction effort in a year or two.

Unlike the Political Organization Problem, the Economic Calculation Problem has virtually nothing on this matter. Ludwig von Mises and Friedrich von Hayek were not expecting a Socialist nation to be able to field an armed forces that is powerful and large enough to literally invade another nation, impose martial law, and assist in the postwar reconstruction. In fact, they were expecting the Socialist nation to be unable to engage in international politics to begin with because they assumed the Socialist nation would be too fixated on its domestic affairs. If there was anything that those men considered relevant to the Economic Calculation Problem, it was how much Kapital ought to be worth in privatizing a Planned/Command Economy and how much Kapital ought to be worth in allowing foreign investors to profit from the postwar reconstruction, which was essentially what happened in the wake of the invasion of Iraq in 2003. [Given the CPA Orders related to Iraqi economic life, it is clear that the US occupation was preoccupied with the Economic Calculation Problem than the Political Organization Problem.](#)

Section Six: International Trading Policies



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a. Impact of Work-Standard on Trade Policies

Unlike regular national economics, the field of international economics covers a broader political dimension that spans the entire planet. It is normal for countries to be trading with others to acquire whatever they need for their own economies. In international economics, the three most common variants of trade so far are Free Trade, Protectionism, and Autarky. The Work-Standard is designed to circumvent the metaphysics of all three by adopting its own conception of international trade where Arbeit and Geld defines the everyday affairs of the Socialist Nation.

A Free Trade Agreement (FTA) refers to a trade policy that has no conceivable restrictions on the movement of goods, services, migrants, and Kapital across international borders. These restrictions are identified as 'Barriers to Trade' because nation-states impose them to deter any excessive trading across its borders. Its basic premise claims that no State should impose those Barriers to Trade out of supposed consideration for the 'consumers' and the 'producers', as if the people of a nation-state can never become anything more than just those two simple categories.

FTAs proliferated after 1945, the Historical End of World War II, when the Jeffersonians convinced the Allied Powers that by removing Barriers to Trade, there will be no future conflicts. The widespread prevalence of FTAs among nations outside the Western world since the late 20th century is a consequence of the Bretton Woods System establishing the International Monetary Fund (IMF), the World Bank and the General Agreement on Tariffs and Trade (GATT), the precursor to the World Trade Organization (WTO). Claims of Free Trade deterring actual wars is a recurring meme that originated from the Enlightenment. It states that two nation-states, under the Incentives of Supply and Demand, could be dissuaded from engaging in open hostilities if their economies are interdependent with each other. Any 'open hostilities' according to this claim have consistently factored military power alone within the context of the Balance of Power; it never bothers to consider the economic and financial ones as in the Balances of Trades and Payments.

After the Death of Bretton Woods, it has become commonplace for entire nation-states to have their economies dependent on Exports or Imports. The temptation of Export-driven or Import-driven economies shares the same negative flaws, with the real difference being a matter of perspective. Export-dependent countries cannot afford to reduce their Exports without a noticeable reduction in the Standard of Living. Import-dependent countries also cannot afford to reduce their Imports without an equally noticeable reduction in the Standard of Living. Worse, this shared predicament is known to spread the destructibility of various economic or financial difficulties beyond the borders of its country of origin. Known examples include the Energy Crises of 1973 and 1979, Black Monday of 1987, Black Wednesday of 1992, Asian Financial Crises of 1997, the Dot-Com Bubble, 9/11, Great Recession and more recently the Coronavirus Pandemic.

Past decades of crises have witnessed the slow, gradual reintroduction of Economic Nationalism and its Protectionist trading policies as a consequence of Globalization. These developments have occurred without any country adopting Autarky or even the formation of trading blocs similar to the Western and Eastern Blocs of the Cold War. Knowing the methodology behind Protectionism is not just crucial for understanding this ongoing phenomenon, it is also pivotal in realizing how it affects the performance a Currency pegged to the Work-Standard.

The most common methods of Protectionist trading policies have been Tariffs and Import Quotas. Tariffs are special excise taxes imposed on imported goods and services. The higher cost is supposed to compel the 'consumers' to support their local 'producers' as an Incentive. Import Quotas are limitations on the quantity of imported goods and services. The lower availability is

the Supply and Demand aspect by imploring the ‘consumers’ to support their local ‘producers’. Other methods involve allotting Subsidies as Incentives to encourage more exports and Direct Subsidies as another set of Incentives to encourage even more exports.

Less frequent methods of Protectionism are not necessarily reliant on the Incentives of Supply and Demand insofar as they can also be reliant on the Intents of Command and Obedience. The latter can be seen as examples of what Hamiltonianism is capable of. One example is the recent emergence of “Administrative Barriers,” where the State imposes a number of safety, quality and environmental controls to deter Free Trade. Anti-Dumping Laws can forbid foreign commercial firms from ‘dumping’ large quantities of cheap, inferior goods and services at low Prices that undermine their true Value. Technical Patents are another example by defending national industries against industrial espionage from potential rivals, and adjustments to Exchange Rates by the Financial Regime and greater prioritization on national industries by Central Planners are other ways of carrying out an Autarkic trading policy.

Another, albeit less common trade policy, is Autarky. An Autarkic policy involves the Socialist Nation conducting as little international trade with other nations as possible. *Such a policy does not have to be done whilst being diplomatically isolated*; it can be pursued with other friendly nations as part of a trading bloc or an economic and currency union. Should Autarky be realized by political-economic alliances, it becomes feasible for the Socialist Nation to import everything it needs at preferential Exchange Rates which can be negotiated as part of its upcoming or active Real Trade Agreements. Moreover, if the Socialist Nation does decide to enter trading blocs or economic and currency unions, make double sure that there are arrangements set in place to ensure the Work-Standard will operate unaffected.

Compared to those three policies, the Work-Standard advocates for the “Real Trade Agreement” (RTA) as a suitable alternative to the Free Trade Agreement. An RTA takes its formal taxonomy from the *Realpolitik* approach to diplomacy and the economic measurement of Currency Depreciation/Appreciation according to the Attrition/Inaction Rate and overall Mechanization Rate. The goal here is to provide the State and Totality with the Intent of discerning their own Value of Arbeit based on how much they can afford at a given Price of Geld. Depreciation leads to cheaper Exports but more expensive Imports, whereas Appreciation leads to more expensive Exports but cheaper Imports.

The Work-Standard stresses the need for the Socialist Nation to maintain its Balances of Trades and Payments, favoring a trading policy somewhere between Protectionism and the Autarkic practice of engaging in trading blocs and economic or currency unions. The State should make the necessary adjustments to the nation’s trading policies as it would with economic and monetary policies. Once its Currency is pegged to the Work-Standard, the State is able to look after the VCS Economy and ensure that it will receive whatever it needs to serve the Totality.

Regardless of whether all Currencies are pegged to the Work-Standard, the Socialist Nation must be able to maintain ample reserves of Foreign Currencies. The Council State needs to maintain a balanced budget in all of its trade expenses, otherwise it is going to accumulate Schuld owed to foreigners by failing to exercise fiscal discipline within international trade. If the Schuld is owed to Liberal Capitalists, be prepared to pay them in Kapital denominated in their Currency.

RTAs may either be *bilateral* in its transactions between two States or else *multilateral* as part of an alliance. Once an RTA is signed and recognized by the involved States, the Socialist Nation will be able to set up special retailers called “Specialty Shops,” which are designed to sell goods to foreigners in exchange for their Currencies. The Socialist Nation may even be compelled to establish those same retailers in the foreigners’ home countries as well.

b. CMEA's Fixed Exchange Rates and its Hard Currency Shops

There is no doubt whatsoever that the demise of the Eastern Bloc countries and the Soviet Union by extension came as a direct result of the Death of Bretton Woods. While the Western Bloc and the United States opted for Floating Exchange Rates and Fiat Currencies as one of their survival moves, the Eastern Bloc and Soviets did little except allow their Currencies to appreciate from the 1970s onward. Additionally, the Energy Crises of 1973 and 1979 caused far more harm to their economies than benefited them, since they too were also relying on Petroleum and US Dollars. The result led to “Current Account Deficits” in which they were accruing Trade Deficits by Importing far more than they were capable of Exporting as part of the Council for Mutual Economic Assistance (CMEA). Still caught in the stranglehold of the Liberal Capitalists' Fractional-Reserve Banking System, the Eastern Bloc countries lacked adequate access to Credit from the Western Bloc to offset their Trading Deficits due to the CMEA being a Debtor rather than a Creditor. In essence, the CMEA borrowed more Kapital from the Western Bloc than actually lending to the Western Bloc as a consequence of its member-states' excessive Imports.

The Trading Deficits alone could have been mitigated by creating goods and services of comparable quality and quantity to offset the need for Imports. But due to the flaws of STEP (Soviet-Type Economic Planning), that was not possible since their economies were never able to compete against the Western Bloc. It also did not help that there was a proliferation of black markets in imported Western Bloc goods, some people demanding to be paid in Foreign Currencies after learning that others got paid that way by working in Western countries and the ownership of these Foreign Currencies were prohibited. These factors are all economic symptoms that can be traced back to the Death of Bretton Woods.

Meanwhile, all Western Bloc Fiat Currencies were allowed to achieve Floating Exchange Rates according to the Incentives of Supply and Demand. It in turn created a precedent whereby no country could maintain a Fixed Exchange Rate without maintaining ample reserves of Kapital in US Dollars. Without those sufficient reserves, a Fixed Exchange Rate can no longer be sustainable and must be allowed to gradually shift toward a Floating Exchange Rate.

But the CMEA did not recognize this possibility, nor did they embark on anything closely resembling the Work-Standard. Instead, the solution proposed by the Eastern Bloc and Soviets was a gradual implementation of market reforms that revolved around acquiring the greatest Quantity of Kapital with the least Quantity of Schuld. One of the most well-known endeavors that were launched under the CMEA was the introduction of “Hard Currency Shops,” Specialty Shops operating on Production for *Utility* as their Mode of Production.

These Hard Currency Shops, regardless of their name or national origin, catered to Western tourists by selling Western consumer goods and offering tourist-oriented services like hotels, bars, kiosks, and rest stops. Western Bloc newspapers and literature, cigarettes, alcohol, and other goods normally unavailable to the locals were among the most commonly sold products. It was also common to encounter domestically-produced goods that were intended for Export but were not meant for the local population. Again, this too was related to the same Perverse Incentives that came after the Death of Bretton Woods because it led to circumstances where the locals would visit them just to buy whatever the regular stores did not have readily available.

The problem here cannot be reduced to something as simplistic as the propagated meme of “creating a bifurcated consumer economy” of so-called ‘haves’ and ‘have-nots’. The real problem

here was an attempt at trying to resolve a financial problem with an economic solution, rather than *resolving the financial problem with an appropriate financial solution*. If anything, the Hard Currency Shops only worsened conditions and resulted in a wasted opportunity that should be taken into consideration for the Work-Standard. The best place to begin is by justifying why the Work-Standard relies on Fixed Exchange Rates as part of the Real Trade Agreement (RTA).

To begin, when a Liberal Capitalist regime enters a Trading Deficit with a Floating Exchange Rate, the Price of the foreign currency will rise higher than the Price of the domestic currency. The Incentive here is to dissuade the people from overspending on Imports and focus more on trying to regain the Balances of Trades and Payments. This is known as “Automatic Rebalancing” because, unlike Fixed Exchange Rates, Financial Markets under the Incentives of Supply and Demand can readjust those Prices themselves at the Forex Markets.

In the case of the CMEA, Automatic Rebalancing did not happen under Fixed Exchange Rates for anyone relying on Soviet-Type Economic Planning. Without the Kontore, the Financial Regime is supposed to manually readjust the Exchange Rate on its own whilst maintaining reserves of Foreign Currencies. Failure to do so causes a Currency Crisis, forcing the Central Bank to eventually adopt Floating Exchange Rates.

As part of its Production for *Dasein*, the Hard Currency Shop was salvaged by the Socialist Nation to become the Specialty Shop under the Work-Standard. The Specialty Shop differs by being devoted to the distribution of foreign goods and services, except all transactions must be conducted in the corresponding Currency of the State owning the Special Shop. This rendition is capable of allowing the Socialist Nation to simultaneously open another Specialty Shop tasked with selling domestic goods and services for foreigners in their country. Another potential alternative for the Specialty Shop to differentiate itself from the Hard Currency Shop is its ability to facilitate two other variants that are intended by the Work-Standard to be the revolutionization of the Shopping Mall, the “Specialty Department Store” and “Shopping Citadel,” the latter of which is designed to be owned and operated by the Socialist Student Economy (SSE). Unlike the Shopping Mall, given the fact that its purpose continues to be similar to those found at the CMEA Hard Currency Shop, a Shopping Citadel is capable of facilitating an SSE’s activities and serve as the basis for a subvariant facility called the “Deep Underground Shopping Center (DUSC).” The implications of their technological capabilities for the SSE’s Student Government are undoubtedly deserving of its own Treatise due to the historical origins of the Shopping Mall’s Original Intent.

For now, the Work-Standard is capable of maintaining the Balances of Trades and Payments. Just as there must be a Balance of Power in the political realm, so too must there be Balances of Trades and Payments in the economic and financial realms as well. As stated earlier, the Central Bank should maintain reserves of Foreign Currencies to facilitate Imports and Exports. However, where the Work-Standard deviates is when the Trade Deficits become apparent.

Any Imports recorded while in a Trade Deficit will increase the nation-state’s Sovereign Schuld according to the Value of the Import. That alone creates the potential for a future “Sovereign Schuld Crisis.” Moreover, the Price of foreign currencies is increased by the Financial Régime and executed through the help of a distinct financial institution serving as the Work-Standard’s alternative to Financial Markets. The Work-Standard is capable of employing “Semi-Automatic Rebalancing (SAR)” as the Financial Regime becomes the *Arbeiter of Last Resort*. It can be employed only if the Socialist Nation is running a Trade Deficit, cannot take in additional Schuld, is running low on Foreign Currencies, and cannot afford to devalue its Currency without compromising the Fixed Exchange Rate. The SAR is meant to be a coordinated effort between the Financial Regime and Kontore and the State Commissariats.

c. Japan's Lost Decades and the Rise of Zombie Firms and Zombie Banks

The “Lost Decade” refers to an economic and financial crisis that affected Japan in the 1980s-1990s, the effects of which continues to linger as of late. The Japanese were devastated by the bursting of the asset-price bubble that came as the consequence of the 1985 “Plaza Accord.” Prior to any serious Western economist commenting on the meteoric resurgence of Mainland China, Japan was the country that attracted the most attention after the Death of Bretton Woods. Its economy in the 1980s was the leading contender against the economic strength of the US economy to the point of sparking a Trade War under the presidency of Ronald Reagan.

The “American-Japanese Trade War” was sparked over the rising trade deficits of the US economy and the unwillingness of the Japanese to adjust Exchange Rates. The US Dollar in the early 1980s was still suffering from high Inflation during Reagan’s first term, its Value depreciating in the midst of two Recessions. The Federal Reserve had its Interest Rates increased to reduce the amounts of US Dollars in circulation as Kapital, allowing the US Dollar to appreciate and bring the US out of its Recessions. One of the results that culminated from this affair in relation to the Japanese was the Plaza Accord, of which Japan was included as one of its signatories.

The Plaza Accord was followed by the “Louvre Accord of 1987,” when the US Dollar was allowed to depreciate further to offset US trade deficits as well as the Federal budget deficits due to the Reagan administration’s adherence to “Supply-Side Economics.” The Plaza Accord’s significance in relation to the Lost Decades is tied to the Japanese Yen appreciating in Value as a result of the US Dollar depreciating. The terms of the Plaza and later Louvre Accords contributed to the Japanese economy undergoing a Recession between 1985 and 1986, which concurred with the onset of an asset-price bubble that the Bank of Japan (BOJ) was reluctant in curtailng.

The BOJ figures prominently into why there was little or even no intervention whatsoever in avoiding the excesses of the asset-price bubble during the late 1980s. As the Japanese Yen appreciated during this period, the BOJ tolerated a contractionary monetary policy while the economy was expanding because of an overreliance on exports and Kapital for foreign investments only. But when the Yen continued to appreciate towards the end of the decade, the Japanese pursued a belligerent combination of monetary and fiscal policies. The BOJ pursued monetary easing that made borrowing cheap Kapital easier at preferable Interest Rates for potential Borrowers. Meanwhile, its national government increased public investments to generate Inflation in order to offset Currency Appreciation.

The financial effects of the bubble economy were discernible from various sectors of the Japanese Financial Regime. Land Prices outside of the major metropolitan areas fell massively whereas the metropolitan areas themselves rose or stagnated during this period. The commercial banks themselves allowed for an unusually large amount of Credit available for borrowing than the amount of Kapital that they could afford to maintain in their reserves. All of these factors had to be done in order to ensure that the Japanese Yen can finally acquire a healthy dose of Inflation to halt its constant appreciation in Value.

Unfortunately, as the Japanese economy was gradually becoming a Liberal Capitalist Market Economy, the proliferation of Kapital allowed the bubble to expand for years until it finally burst in the early 1990s. It was around this point that the country’s Financial Markets reported losses, Borrowers failing to pay back their Lenders, prolonged drops in asset prices commensurate

with a fall in consumption and investments in the Japanese economy. Due to these factors, the negative effects of the Lost Decade were allowed to permeate throughout the 1990s and continued to perpetuate themselves well into the 2000s and 2010s. Given the Japanese economic and financial woes that came from being affected in the Dot-Com Bubble, 9/11 Attacks, and the Great Recession, the term “Lost Decades” is far appropriate here.

Additionally, the Lost Decades contributed to the rise and gradual proliferation of “Zombie Firms” and “Zombie Banks.” Both proliferated in the wake of the initial Lost Decade in the 1990s and was allowed to accumulate among the major Liberal Capitalist Market/Mixed Economies of the Empire of Liberty, the Liberal International Economic Order (LIEO). These terms have been chosen by political economists to describe a phenomenon that resembles more like zombies rising from the dead to feed upon human flesh. In this sense, firms and banks are incapable of sustaining themselves and operating under heavy amounts of Schuld, their only ability to stay alive being a steady influx of Kapital from the Fractional-Reserve Banking System. For the Zombie Bank, it emerges whenever a bank makes too many bad loans while exhibiting the familiar characteristics of their non-financial counterpart. The Central Bank has often been employed by Liberal Capitalist regimes to support them, with their interactions characteristic of those undertaken by the BOJ.

Under normal economic conditions, it has often been said that such entities would have been expunged from the Liberal Capitalist Market/Mixed Economy. The Liberal Capitalist understanding of what passes as “Competition,” Darwinian and Malthusian in its social outlook, is related to the Spontaneous Order of Natural Selection that operates technologically in tandem with the Incentives of Supply and Demand. These Zombie Firms and Zombie Banks should have been weeded out by the Free Market, as its logic goes, but Liberal Capitalist economic theory is flawed in this particular sense because it neglects the possibility of certain firms “cornering the market” or becoming “too-big-to-fail.” There may be antitrust and anti-monopoly laws that cannot possibly be enforced just as the cost of nationalization is too much for the nation-state to tolerate. All of these factors were apparent in the Japanese economy, as evidenced by the prevalence of the “Keiretsu,” which refers to the country’s largest corporate conglomerates and concerns. It is only in this context does the appearance of the Zombie Firms and Zombie Banks become a necessary evil that must be sustained by constant injections of cheap Kapital.

Zombie Firms and Zombie Banks are notorious for contributing to the growing inclination among Central Banks to pursue Negative Interest Rates in order to sustain them with cheap Kapital. Negative Interest is the polar opposite of a normal Interest Rate, where the Lender must pay the Borrower for simply lending. Since the Zombie Firms and Zombie Banks cannot hope to pay Interest on top of their initial borrowing expenses, it is common for Central Banks to issue them Kapital in the form of “bailouts.” Their significance has been cited in the Great Recession as one of the justifications behind the Wall Street bailouts by the US Federal Reserve.

Furthermore, the Coronavirus Pandemic itself has offered a new dynamic in the scale and depth of Zombie Banks and Zombie Firms. Since the Pandemic had prevented large numbers of people from traveling abroad or congregating in large gatherings, conditions are rife for certain firms related to Tourism to become Zombie Firms. In the US economy alone, the four major airline firms Delta, American, United and Southwest Airlines, Marriott International, and the Macy’s department store chain are considered among the 600 new additions to an economic phenomenon that emerged in the wake of Japan’s Lost Decades. Many of these firms are saddled with Schuld (Debt/Guilt) amounting to \$2.6 trillion US Dollars. The effects of the Lost Decades are systemic problems associated with the limitations of Liberal Capitalist economics and monetary policies. The whole thing is literally a consequence of the Death of the Bretton Woods.

D. Applications of Autarkic and Protectionist Trade Policies

Alexander Hamilton has given Socialism its political philosophy on the conduct of international trade. “Protectionism” and “Import Substitution Industrialization (ISI)” are the means of achieving Autarky. Autarky, it should be prefaced, is not an ideal but a strategic goal for the State of Total Mobilization. Total Mobilization in peacetime alone is resource-intensive and this is even more so the case in wartime. This applies for Production for *Profit*, Production for *Utility* and, yes, Production for *Dasein* in the case of the VCS Economy and its Work-Standard. These considerations are what inform the Council State of a Constitutional Intent that grants itself a Constitutional Obligation of wielding the power to decide what shall pass through customs and what will avoid crossing international borders during times of both war *and* peace.

Granted, it is perfectly understandable for everyone to be skeptical of achieving Autarky. Not every resource the VCS Economy needs is going to be found within the Socialist Nation’s borders or they are not sustainable insofar as they exist in small deposits scattered across the country. This is an issue of geography as opposed to politics or even economics because nobody from really asked to have their borders drawn in the manner that they are. It is a problem that everyone in Western Civilization, Liberal Capitalists and Socialists alike, have been trying to find proper workarounds. There are two ways of achieving this, waging war and signing trade agreements, and it was Hamilton who had advocated for both in the spirit of Prussian Realpolitik.

When America was originally a “Perpetual Union” of thirteen former British colonies, Hamilton stressed the US economy’s need to be self-sufficient by advocating for a national bank. He sought to find ways to implement economic planning in the US economy for the farmers and manufacturers, ways for Americans to register technical patents with the Federal Government, and ways for the Federal Government itself to become a Command Economy. When he was not writing *The Federalist Papers* or debating with Thomas Jefferson and the Democratic-Republicans, he was laying the groundwork of American Conservatism and American Socialism. There were also other occasions where Hamilton advocated for a Trade War against the British Empire, forged cordial diplomatic relations with Latin America, proposed annexations of Spanish Florida and French Louisiana and counterintelligence operations against industrial espionage. He insisted on a US Armed Forces to serve alongside the US economy. And he made sure to maintain his diplomatic relations with the Prussians who had helped America gain its independence.

Much of Hamilton’s arguments can also be extended to the production of weapons and vehicles. If the domestic armaments industry can design and manufacture weapons for the armed forces with superior Quality of Arbeit at a sustainable Solidarity Rate, there is no need to be importing large numbers of FNs from Belgium, H&Ks from West Germany, Kalashnikovs from Russia or Norincos from the PRC. Conversely, if the domestic automotive industry can design and manufacture automobiles with superior Quality of Arbeit at a sustainable Solidarity Rate, there is no point to importing large numbers of Toyotas from Japan, Volkswagens from West Germany, Renaults from France, or Fiats from Italy. This is not to suggest that the military is forbidden from preferring the weapons of other armies or that motorists are forbidden from preferring the automobiles of other economies. At some point, the Socialist Nation will eventually allow for its citizens to import foreign vehicles and its military to import foreign weapons, but the parameters of how the citizenry and the military conduct themselves is dependent on the Council State.

The Socialist Nation faces historical challenges reminiscent of Federalist America in the 1790s. That Nation, wherever it may be on a political map of Earth, lives in a world beset upon by

countries drowning in their own Schuld amidst a deluge of Kapital. There are foreign commercial firms queuing in line like those Muscovites outside the McDonald's in Pushkin Square, offering to sell goods and services that the Totality neither needs nor wants. There are Liberal Capitalist regimes interested in making Faustian pacts with the Totality called "Free Trade Agreements" (FTAs). The International Monetary Fund (IMF) and the World Bank will also be offering what the Austrian School of Economics call "cheap credit" in exchange for the dissolution of the Financial Regime to unpeg the Currency from the Work-Standard. For now, we ignore all of them.

The moment that their Currency is pegged to the Work-Standard, the Socialist Nation will need to maintain ample reserves of "Blood Money" (Read: Kapital of Liberal Capitalist Commodity, Representative and Fiat Currencies) and "Dirty Money" (Read: Kapital of Socialist Currencies unpegged to the Work-Standard) in two accounts separate from two additional accounts reserved for "Clean Money" (Read: Any Currency pegged to the Work-Standard and the Totality's Arbeit and Geld as Total Productive Potential, TPP) at the Central Bank. Everything changes if the world order becomes more favorable to the Socialist Nation's cause as other countries begin pursuing Socialism and pegging their own Currencies to the Work-Standard.

We begin by visiting the Central Bank of the Socialist Nation at our national capital. Everyone who enters goes through "post-9/11 TSA airport security" and gets strip-searched, just as everyone else who leaves is also strip-searched under the tightest scrutiny by the State. Racing through an Olympics obstacle course that the State had set up below the ground floor elevators, we arrive at the reinforced bank vaults of the Life-Energy Reserve. Inside those vaults are several different accounts, two of which we already discussed in other entries in the SMP Compendium:

First row of vaults houses the two "Accounts of Life-Energy Reserve and Total Productivity Potential (LER-TPP Accounts)."

The LER Account contains the Arbeit entering the Life-Energy Reserve under RTEP (Real Total Economic Potential) and leaving as Geld in circulation under RTFP (Real Total Financial Potential) before ending up at the TPP Account. The TPP Account includes administrative funds in the State Budget *and* numerous accounts owned by the Totality as the "People's Geld." As more nations adopt Socialism *and* peg their Currencies to the Work-Standard, any State investments and Foreign Currencies will be stored here as "State Investment and Economic Foreignization Accounts (SI-EF Accounts)."

Second row houses "Kapital Account of Blood Money (KBM Account)."

Those include Currencies like the US Dollar (if not pegged to the Work-Standard), UK Pound Sterling, EU/NATO Euro, West German Mark, Swiss Franc, Japanese Yen and so forth. The name is symbolic of the fact that those Currencies are relying on the Incentives of Supply and Demand and their rates of Currency Depreciation/Appreciation rely on Inflation/Deflation and Interest Rates.

The last row houses "Kapital Account of Dirty Money (KDM Account)."

The Currencies stored here may include the Venezuelan Bolivar, Cuban Peso, Chinese Renminbi, Vietnamese Đồng, Soviet Ruble, East German Mark, and so forth. Those Currencies may be from Socialist countries, but all of them are still relying on the same Conception of Currency as the ones found inside the KBM Account. Only when their central banks peg their Currencies to the Work-Standard can we finally begin storing them in the TPP Account for Office IV of the Kontore.

Returning to the surface, we drive to the local branch of the regional Kontor covering the national capital as part of its administrative. There may be a line outside with metropolitan police present at the front entrance, the drive-through packed like a fast food restaurant at lunchtime. Or there could be no line to speak of outside and the police are in another part of the capital. In any case, there's a teller leaning against a counter behind plexiglass, a CCTV camera staring at us. She keeps a loaded snub-nose revolver inside a drawer, and she is authorized by the State to defend the

facility until the police arrive. Similar countermeasures are also present to deter armed robberies by the banks under the Reciprocal-Reserve Banking System.

- Will we ask her to “convert our ‘Clean Money’ into ‘Dirty Money’ or ‘Blood Money?’”
- Will it be “convert our ‘Blood Money’ into ‘Dirty Money’ or ‘Clean Money?’”
- Or will it be “convert ‘Dirty Money’ into ‘Blood Money’ or ‘Clean money?’”

Remember, there is a world of difference between our Geld pegged to the Work-Standard, Socialist Currencies unpegged to the Work-Standard, and the Kapital of Liberal Capitalist Currencies. Chances, we may decide to find Arbeit abroad in a Liberal Capitalist regime and start sending Kapital back to this same Office IV and wired to our savings accounts at an NSB (National-Socialized Bank) somewhere?

For clean conversions, we either receive the receive a *Foreign Exchange Certificate (FEC)* of another Socialist Currency or else the actual Kapital of Liberal Capitalist regimes. Unlike their Liberal Capitalist or unpegged Socialist version, FECs under the Work-Standard are an NSFI that allows anyone to convert it into Geld or another Currency within a limited period of Zeit. Listed on every NSFI is the recipient’s name, rank, vocation, a preferred point of contact (i.e. mailing address, telephone number, email address, bank account etc.), and a red stamp from Office IV.

For messy conversions, we either receive an FEC to another Currency or else our own FECs (if we are not citizens) or else the actual Geld of our own Financial Regime (if we are citizens). FECs for Liberal Capitalist Currencies are in a different color for easier differentiation with the ones for unpegged Socialist Currencies. Like the *Authentic Dasein* and *Inauthentic Dasein* from *Being and Time*, Office IV either ‘cleanses’ Kapital by turning it into Geld or ‘putrefies’ Geld by turning it into Kapital respectively. The State issues FECs through the Office IV of every Kontor for those interested in working abroad. Technically, a Real Trade Agreement with Liberal Capitalist Currencies will allow us to send Kapital and Arbeit across international borders. The Liberal Capitalists are somehow convinced that there is such a thing as a Free Lunch under Socialism and so there ought to be a Free Trade under Socialism as well. Unfortunately, the Work-Standard reveals the opposite for Liberal Capitalists too idealistic to realize this: **“There is no such thing as Free Trade under the Work-Standard because there is no such thing as a Free Lunch under Socialism!”**

For dirty conversions, we either receive an FEC to our Geld or else the actual Kapital of Liberal Capitalist regimes. Note that the Socialist Currencies will also be issued FECs in a color different from the FECs intended for Liberal Capitalist Currencies. The FECs that the State issues to Socialist foreigners are designed to contribute Arbeit for the VCS Economy and generate Geld for their Totality under the terms of a Real Trade Agreement. If somebody decides to work abroad, they will be contributing Arbeit to a foreign Socialist Planned/Command Economy’s Life-Energy Reserve in exchange for Geld being wired to Office IV of a Kontor. Once other Socialist regimes catch on to the Real Trade Agreement and are convinced of the Work-Standard’s efficacy, we can finally expect other Socialist States to start pegging their Currencies to the Work-Standard.

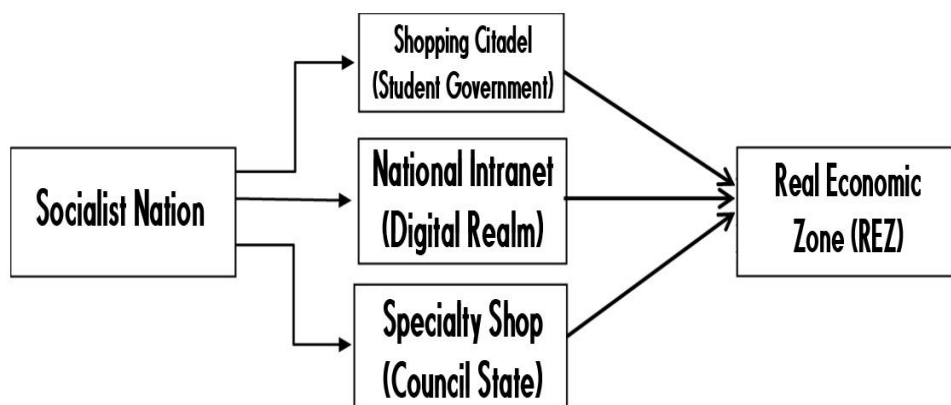
When conducting Real Trade Agreements with Liberal Capitalist regimes, there are plenty of ways to maintain our Authentic Dasein while working abroad. There are cargo ships running full-speed in the oceans, airlines carrying passengers above the midday clouds, trains hauling other passengers and motorists on the highways of international borders. Our “Barriers to Trade” in Liberal Capitalist regimes include a combination of Liberal Capitalist and Socialist variants.

For Liberal Capitalists, there are “Tariffs” and “Import Duties” (Excise Taxes), “Export/Import Quotas” (Limitations on Exports/Imports), “Subsidies” (Kapital for Liberal

Capitalist firms), “*Intellectual Private Property-as-Wealth*” (Problematic for the State if the VCS Economy creates imitations with superior Quality of Arbeit), “*Trade Restrictions*” (Bans that may create black markets for Liberal Capitalists if goods and services from the VCS Economy command a Quality of Arbeit superior to theirs), and “*Economic Sanctions*” (second-most dangerous, but depends on having negative diplomatic relations with Liberal Capitalists), “*Trade Wars*” and “*Currency Wars*” (most dangerous if the Liberal Capitalists become really annoyed by the Work-Standard). Note that everything discussed here relies on Kapital and Schuld as well as the Liberal Capitalist conception of Property.

For Socialists, the Work-Standard has plenty of and some of them were already explored in various SMP Compendium Entries. “*Special Charges*” and “*Mechanization Rates*” (to grow the entire VCS Economy) and *Service Fees* (for bank loans and all NSFIs, including conversions from Kapital to Geld), “*People’s Surcharges*” (for local communities with foreign Enterprises), “*Anti-Migrant Laws*” and “*Anti-Immigration Laws*” (Nationalists, Conservatives and Traditionalists demanding foreigners to behave themselves while the Anarchs and the Arbeiter agitate for foreigners to be issued their own Paygrades in Geld). “*Voluntary Import/Export Limitations*” (the State decides which goods or services shall pass through customs), “*Export Licenses*” and “*Import Licenses*” (requires the joint approvals of State Council and Head of State and applicable all technical patents), “*Administrative Barriers*” (the State Commissariats block Liberal Capitalist goods and services by forcing their creators to conform to the State’s regulations, driving up their Prices). “*Anti-Dumping Laws*” (Offices I, III, VI and VIII of all Kontore turn the tables on Supply and Demand by insisting that all goods and services to conform with the Quality of Arbeit of the Socialist nation), “*Trade Embargos*” (the State cracks down on Economic Foreignization of the VCS Economy), “*Trade Wars*” and “*Currency Wars*” (Hamilton’s Authentic Dasein). Note that everything here relies on Arbeit and Geld as well as the Socialist conception of Property.

When conducting a Real Trade Agreement, the Socialist Nation will need to establish “Real Economic Zones” (REZs) and “Real Trade Partnership” (RTP) in the cities and metropolitan areas of Liberal Capitalist regimes.



An REZ refers to special locations where the Work-Standard is currently active in a Liberal Capitalist regime. Our Enterprises can be found here, wiring contributions of Arbeit and generations of Kapital across international borders. The Arbeit enters the Life-Energy Reserve and the Kapital cleansed to be counted as Geld by Office IV of Kontore. Expect the foreigners to be paid in the Currencies of their Liberal Capitalist regimes. There is always “International Workers’ Day” (May 1),” where the citizens of the targeted Liberal Capitalist regime will get their only chance in an entire year to convert their Arbeit into Geld under Liberal Capitalism. The demand

for economic freedom under Socialism is the demand for Arbeit under the Work-Standard. There will never be enough Arbeit in existence under a Liberal Capitalist Market/Mixed Economy.

An RTP is a “Consortium of REZs” inside another Socialist or Liberal Capitalist regime. They refer to specific regions where our Enterprises are allowed to operate. If the REZs began at the points of entry into another nation, then the RTA is the VCS Economy’s chance to move further inland into the countryside and eventually the capital itself. It would help our Enterprises to ease strained relations with the labor unions and national populists of Liberal Capitalist regimes if accommodations can be made for their Nationalists and Socialists to join forces, win the next parliamentary election, let their parties to take power democratically, and build their own Socialism so they can achieve true Balances of Trades and Payments with our State.

If the concept of REZs and RTAs sound familiar, that is because the Liberal Capitalists had employed their own versions of these tactics between the 1970s and 1980s. Those Hard Currency Shops in the former Soviet Union and Eastern Bloc countries were only there for the Kapital and Schuld of sustaining their trade deficits with the Western Bloc and the Jeffersonians. There is a reason why whole countries around the world became subjected to Liberal Capitalist Market/Mixed Economies and Parliamentary Democracies from 1989-1991 onwards. The Socialist Nation will be bombarded by those ploys until it decides to return the favor in kind.

e. On the International Movements of Arbeit, Geld, and Information

In the Socialist Nation, everyone is expected to live within their own means of production, regardless of whether there is any international trade or not. Even so, there will always be moments where the State will be conducting trade with other nations that may not necessarily have Currencies pegged to the Work-Standard or are cordial Socialist regimes. In a regular Real Trade Agreement conducted between two Currencies under the Work-Standard, one country will have the Arbeit and the other country will have the Geld. Just as how the Totality contribute Arbeit to their own State and receive Geld, something similar will become applicable to different States.

Let's begin with two Socialist States with Currencies pegged to the Work-Standard, "State A" and "State B." State A can give *either Arbeit or Geld* to State B, State B sending *either Arbeit or Geld* to State A. State A may theoretically give State B *both Arbeit and Geld* if State B is able to return the favor by sending *both Arbeit and Geld* to State A. Neither State is going to give the other State anything without expecting something back in return, just as their Totalities expect to be given Geld for their Arbeit under the Work-Standard. That is the Implicit Intent behind why the concept of a Real Trade Agreement (RTA) must stress the need for an exporter and an importer to maintain a Balance of Trades and Payments.

Certain accommodations may be made by the two States in their RTA in the context of "Economic Foreignization." We can expect up to three different modes of Economic Foreignization within two different pivots of Real Trade: Bilateral and Multilateral.

Bilateral Real Trade

State A could allow State B to have one of its Enterprises establish a presence within State A. From there, State A will then be able to receive the Arbeit from that "Foreign Enterprise" because it can be argued that most of the people working there are the legal citizens of State A. State B, meanwhile, retains ownership of that Enterprise and will be receiving the Geld. Alternatively, if State A does not have anyone who can operate the "Foreign Enterprise," it is possible for State B to allow their own citizens to work abroad. State B gets the Arbeit as the owner of the "Foreign Enterprise" and State A will be receiving the Geld.

If there are any foreigners from State B and any citizens in State A involved in the day-to-day affairs of said "foreign Enterprise," States A and B will need to split the Arbeit and Geld. The amount varies and there plenty of possibilities where either State could gain a trade deficit or a trade surplus. Certain contexts may even require both States to receive 50% of the Arbeit and Geld each, State A receiving 75% Arbeit and 25% Geld and State B receiving 25% Arbeit and 75% Geld, or vice versa for the reverse. It is up to those two States to decide for themselves how they wish to proceed to ensure a proper Balance of Trades and Payments.

Here, we encounter once again the Political Organization Problem. How does one reconcile the fact that not all Socialisms are the same? How are our Economic Planners, Accountants, Inspectors, Administrators, and Civil Servants supposed to conduct themselves if they decide to pursue their Vocations in other countries? Can we expect MTEP (Mission-Type Economic Planning) to continue in Socialist countries with some form of STEP (Soviet-Type Economic Planning) like the PRC, Vietnam, DPRK, or Cuba? How do we expect our version of Economic

Planning to operate within countries employing limited degrees of Economic Planning such as Japan, Taiwan, France, Venezuela or Russia? What about countries that do not employ any Economic Planning like the EU/NATO member-states or America under Jeffersonianism?

Everyone pursuing their Vocations abroad are expected by the State to demonstrate fluency in the language and familiarity with the culture of their destination. They may like, dislike or be indifferent to the People's Party (or the 'Ruling Party', if the regime is Liberal Capitalist) of the destination, but they need to be made aware that they are only there on behalf of the diplomatic consulate at the embassy, which is going to be located somewhere in the foreign nation's capital. As for the Intents of Command and Obedience, our State will only allow Enterprises with an Economic Organization Rank of "National-Socialized," "State-Owned" or "State-Administrated." A State-Administrated Enterprise that works abroad is always under the direct command of our State, a State-Owned Enterprise under our State's indirect command. We can expect most of our Enterprises working abroad to be National-Socialized Enterprises, which is under the command of the hosting State's Intents of Command and Obedience. The NSE is more flexible in the international movements of Arbeit, Geld and Information than the SOEs or SAEs. While NSEs are always be the last Enterprises to leave in the event of strained diplomatic relations, whatever economic organization that acted as their superior is likely to be an SAE or SOE.

Multilateral Real Trade

Multilateral Real Trade will only be made available once there are at least three or more countries with their Currencies pegged to the Work-Standard. Going back to the established scenario, State A and State B are joined by States C, D and E under the terms of a revised Real Trade Agreement. The five States agreed to allow fifteen NSEs, SOEs and SAEs to operate in the other four States. The basic premise from earlier still applies, except now they include concepts drawn from SMP Compendium Entry "The State and the Socialist Conception of Property."

Any NSE, SOE or SAE sent by State A to States B, C, D and/or E will be sending Geld back to State A. States B, C, D and E keep the Arbeit from the Enterprises of State A because everyday operations are being done by the citizens of those four nations.

Alternatively, Alternatively, if neither of the other States does not have anyone who can operate the fifteen Enterprises, it is possible for State A to allow their own citizens to work abroad. State A gets the Arbeit as the owner of those Enterprises and State A will be receiving the Geld.

If the fifteen Enterprises from State A has its own citizens working alongside the citizens of States B, C, D and E, State A has two options. Either State A arranges with each of the other four States on separate rates based on a per-State basis or sets the rate with the other four States together before their Heads of State sign the RTA. This phenomenon is called a "Solidarity Preference," and we can expect the rates of Arbeit and Geld to not be uniform. The challenge here is more different than simple Bilateral Real Trade between States A and B, but the general premise is still the same regardless: all five States must decide for themselves and their Totalities on the international agreements that they are bound to uphold under international law.

On Formation of Customs Unions and Monetary Unions

If there are already five different Currencies pegged to the Work-Standard, certain accommodations may be made for Customs Unions, Political Unions, Economic and Monetary Unions. Anything short of literal annexation through economic means is acceptable and shall be

left to the discretions of the involved States. States A, B, C, D and E could be scattered around the world or geographical neighbors situated on the same continent. Their Heads of State may even decide for themselves that their Totalities are best-served in a “Customs Union.”

The goal of a Customs Union is to enhance the Quality of Arbeit and the Quality of Geld for both exporters and importers, thereby achieving the Balances of Trades and Payments at the same time. For Quality of Arbeit, a Custom Union affects the Mechanization Rate and the Force Multipliers in the contributions of Arbeit by allowing preferential prices for automated machinery and computer software as well as easier ways for scientists, engineers, programmers, scholars and artists to work together. If they and countless other professions are working together, and provided their States are able to maintain the Balances of Trades and Payments, we can expect enhancements to the Quality of Geld’s Economic Socialization and Solidarity Rate. The effects of a Solidarity Preference can then be minimizing, allowing for better coordination between different Enterprises and economic planners, accountants, inspectors, bureaucrats, administrators and civil servants.

A Customs Union has the potential for Prices of goods and services among its member-states to be favorable to exports and imports. They can also form the nucleus around a military alliance that can forge a Political Union. Here, the Heads of State from States A, B, C, D and E to lead the Political Union. They are the ones who will working together to coordinate the affairs of their Political Union while also respecting the national sovereignties of their States. The potential is there for a political-economic-military bloc going above and beyond whatever the CMEA/Warsaw Pact member-states were capable of achieving thanks to the Work-Standard.

If those Heads of State are ambitious enough, they can finally lay the groundwork for a world order without Liberal Capitalism. An Economic Union is formed if they are able to invite other Socialist nations to adopt a different form of Total Mobilization, introduce them to MTEP, State Commissariats, Kontore, the VCS Economy and its five different Enterprises, and the SSE. It would be best that the Economic Union is formed once there are anywhere between ten and thirty member-states. Once the Work-Standard has achieved at least thirty to sixty member-states, those same five States will be in the position to establish a Monetary Union. An entirely different world order in opposition to the Liberal Capitalists’ Liberal International Economic Order (LIEO) is now within reach, with Socialism on the rise outside of this world order.

The Monetary Union of States A through E will be where the Work-Standard, MTEP, VCS Economy and the SSE, the Kontore and State Commissariats, Reciprocal-Reserve Banking System, and so on will be present among a sizeable portion of the world. That is their chance to lay the groundwork for the proposed introduction of a different World Reserve Currency pegged to States A through E’s Currencies. By this point, States A through E are already economic powers and may even be among the ten largest economies on Earth. We will explore the details of this proposed World Reserve Currency in the next two SMP Compendium Entries.

On the Propagation of Information

Furthermore, advertising is like political propaganda when done incorrectly under the Work-Standard. The Liberal Capitalist way of creating an advertisement is to *inform* its observers about the existence of a product as a Commodity and *persuade* the observer on why they ought to buy it with Kapital. This sort of advertising is limited in Socialisms whose Currencies are unpegged to the Work-Standard, while the Socialisms with Currencies pegged to the Work-Standard having ‘banned’ such propaganda in favor of its own conception of advertising. The Liberal Capitalists question the latter decision by insisting on how people will learn about the existences of certain

products if their propaganda does not exist. Where there is a Liberal Capitalist way to advertise propaganda for the Economic Calculation Problem, there is a Socialistic way to propagate advertisements for the Political Organization Problem.

When an American observes a McDonald's advertisement, what are they expecting? They anticipate either a new food item for sale at a listed Price, a promotional deal for an existing one at a Comparative Advantage (Read: Dollar Menu), a limited-time event (Read: McDonald's Monopoly) or a limited-time item as part of promoting media like a movie or a TV show (Read: a Szechuan sauce item for a Happy Meal in the late 1990s and again in the late 2010s to promote a TV show). When the advertisers miscommunicated the Intents of Arbeit by focusing on the Incentives of Kapital, McDonald's had to give away millions of free Big Macs, French fries and Cokes as part of the 1984 Olympics.

Therein lies the key distinctions between Liberal Capitalist advertising and Socialist advertising: if our investors from one of the Kontore are deciding to open a McDonald's franchise, a distinct methodology of advertising will become feasible with the Transvaluation of all Arbeit *and* the Equipmentality concept from Martin Heidegger's philosophy in *Being and Time*. In essence, Repurpose the advertisement and franchise according to their Reference and Relevance to the Socialist Nation vis-à-vis the Work-Standard. There are several ways this can play out and each one has had an historical precedent in the international conduct of McDonald's.

Reference: McDonald's Corporation is an American fast food restaurant chain specializing in hamburgers, a Prussian-American food derived from the *Frikadelle* of the German-speaking world. Their "Fillet O'Fish" is a work of art from a Prussian-like challenge to determine whether American Roman Catholics would prefer it over its competition, the "Hula Burger." International operations by the McDonald's Corporation have had a long history of allowing the franchises of different countries to develop localized variations of their food items as a "Solidarity Preference" (like how the McRib pork sandwich is never eaten among Muslims for religious reasons or how the food items with beef are never eaten among Hindus as it is illegal in India for religious reasons). Examples include the "Big N' Tasty" among the branches of the EU/NATO member-states and the "Kiwiburger" among the branches of New Zealand. Additionally, there are certain countries where food delivery is the preferred method over drive-through.

Relevance: There may be contexts where people may not have enough time to prepare their own meals before heading to the workspace. Some of us do not have any patience to be waiting in line at the cafeteria and others may have to work late at night when most of the local restaurants could be closed. There are also countries where a McDonald's restaurant may feature a drive-through or food delivery options. Also, there can be a special downloadable app on the smartphone where "Work-Plans" are placed ahead of time and arrangements made for pickups or deliveries.

Repurpose: A creatively Socialistic advertisement features somebody interested in a place to eat for breakfast, lunch or dinner. They are pressed for time, are confident enough to avoid being like Morgan Spurlock in *Super Size Me* and would like their meals to be prepared ahead of time. He invests his Geld into a Work-Plan on a specific date, paying for both the food and the Service Fee from his local Kontor's Office II, and sends it to a location of his choosing. That McDonald's branch receives his Work-Plan and somebody will be there to ensure he picks up the breakfast on the way to the workspace, during his lunchbreak, and when he returns home. Any McDonald's advertisement shown in the

Socialist Nation shall not be about any particular product or even the promotion of any form of media. Instead, focus more on the Quality of Arbeit itself and the Kontor floor traders and day traders at the restaurants themselves.

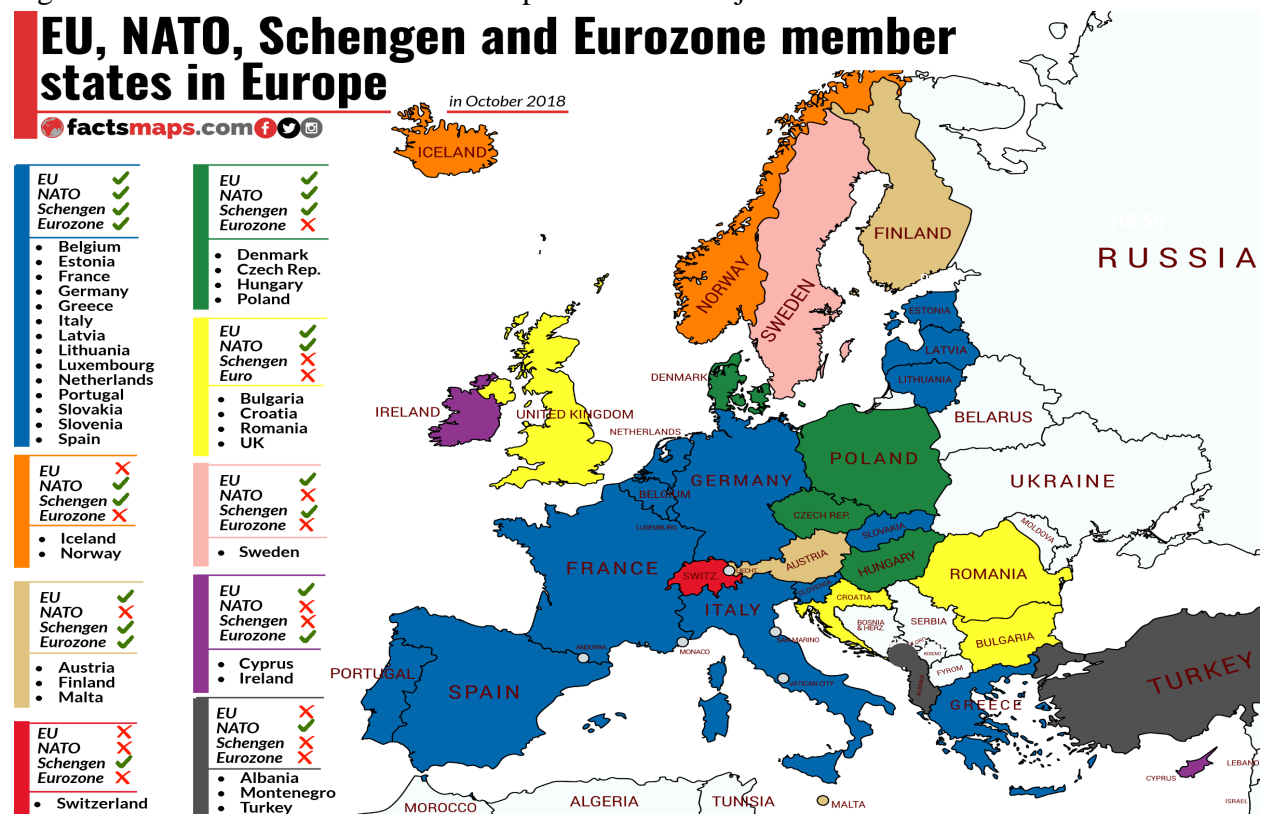
If the McDonald's Corporation decides to establish a presence within the nation, ensure that they are coexisting *in the State of Total Mobilization of Production for Dasein*. If the Central Bank decides to raise the Mechanization Rate to offset any signs of Currency Depreciation, expect some or all local McDonald's locations to begin employing aspects of automation technologies. The McDonald's Corporation already has the technologies, expertise, experience, and logistics for local branches to facilitate it. What they are missing are the Work-Standard and its Mission-Type Economic Planning, the Intents of Command and Obedience, and a coordinated codetermination of economic, financial, political and legal powers in a *Schwerpunkt* (Focal Point) by the State, the VCS Economy, Kontore and State Commissariats. The Totality keeps the Arbeit—the most valuable in any Real Trade Agreement because Offices I, II, III and VII shall oversee its whole area of operations, Office IV ensuring that a portion of the Geld goes straight to the McDonald's Corporation vis-à-vis one of our NSBs (National-Socialized Banks). The local branches are organized as POEs (Public-Owned Enterprises) under the direct command of an NSE (National-Socialized Enterprises) accepting Arbeit and Geld from potential investors at the Kontore.

Remember, the extent to which the McDonald's Corporation has any presence in the Socialist Nation rests squarely on the State. The State itself will always be the final authority in deciding whether or not the McDonald's Corporation is allowed to operate as part of a Real Trade Agreement with these United States. Meanwhile, the Totality must continue to remain faithful to who they are, always striving to uphold their higher sense of Authentic Dasein. It is important to be aware of this consideration because the number of McDonald's locations throughout the Socialist Nation will not be as many as a United States under Hamiltonian Federalist Socialism with its US Dollar pegged to the Work-Standard. And when Hamiltonian Federalist Socialism is governing the US, all of the basic elements of Real Trade are still applicable in the emerging Socialist world order without Liberal Capitalism.

f. Political-Economic and Currency Unions

As established earlier in the SMP Compendium, the Socialist Nation's geographical location is impacted by whether it is in the Western world ("developed country") or outside the Western world ("developing country"). The details of the Work-Standard are broad enough to envisage a variety of different geographical locales and different ways of living by recognizing the multiplicities of different ways of economic life on Earth. What matters is whether its government is consciously willing to adopt the Work-Standard and restructure the political, economic and financial realms through revolutionization instead of reformation. Nations already under Socialism will have an easier time to make the necessary restructuring adjustments insofar as the Work-Standard opposes market reforms. Those market reforms are based on Liberal Capitalist concepts, philosophies, methodologies, and policies. None of the historical and existing Socialist regimes would have adopted the reforms if they had been operating on a Socialist Monetary Policy (SMP).

The Work-Standard will no doubt alter applications of Technology and how people interface with them in their everyday lives. When the Mode of Production shifts from Production for *Profit/Utility* to Production for *Dasein*, the Work-Standard will then be in the position of allow for the existences of Council Democracy and the VCS Economy. Its methods require specific artforms and applications cognizant of the ways of Arbeit-into-Geld and Geld-into-Arbeit, the Figure of the Arbeiter determined to help the nation readjust to the State of Total Mobilization.



Granted, the real challenge pertains to the issue of political-economic and currency "Unions" within the Western world. Both the EU/NATO and these United States are organized as Unions, regardless of whether the Liberal Capitalists in the West will acknowledge this or not. Unions like the American Union or the European Union have their own legal jurisprudence which

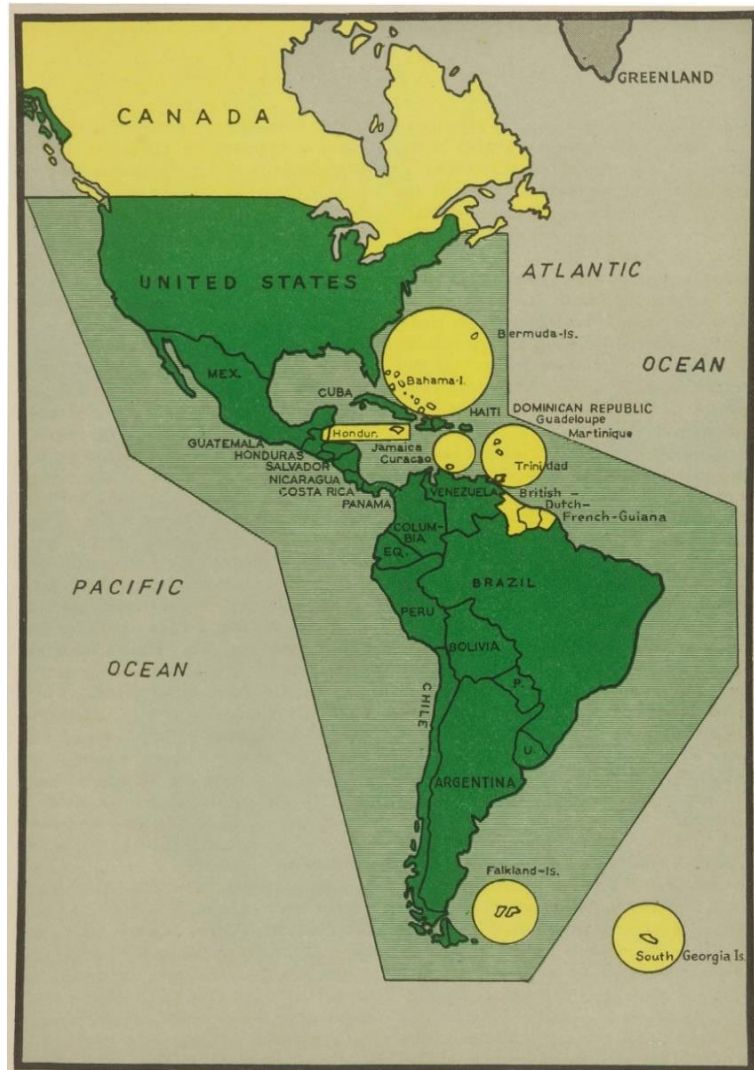
are binding on all of its members. But unlike the EU/NATO, which is essentially an elaborate Free Trade Agreement (FTA), America is a Nation bound by a unitary national identity as a “Perpetual Union,” forged from the cauldron of the American Revolutionary War. It is difficult to envisage a European nation fully adopting the Work-Standard *and still be a member-state of the EU/NATO*.

European central governments lack the necessary political clout to fully adopt the Work-Standard. Most are still overdependent on the European Central Bank (ECB), which issues the Euro and oversees the Exchange Rate Mechanism (ERM II). The ERM II, meanwhile, is meant for member-states who have been allowed to continue issuing their own national currencies under the EU/NATO. Also, all national economies in the EU/NATO must conform to the EU policies which are geared toward Market/Mixed Economies in order to facilitate the Common Market as part of the EU/NATO’s status as an elaborate FTA. That issue also is related to the Schengen Agreement preventing the member-states from being able to control their own borders.

Therefore, if any European nation decides to leave the Eurozone and the Schengen Area, they will regain Sovereignty over its Financial Regime and can adopt the Work-Standard with the power to conduct its own Real Trade Agreements. Abandoning NATO will allow the European nation to regain Sovereignty over its Armed Forces.

The US is a different issue altogether due to its longer history and the opposing visions of America from Hamiltonianism and Jeffersonianism. The Federal Government, specifically Congress, has the power under the US Constitution to allow for the implementation of the Work-Standard. Unfortunately, there is no interest in Congress for anything as unconventional as the Work-Standard, given its Hamiltonian tendencies. The implications clash with the Jeffersonians and the Democratic-Republican Party; it matters very little if they are Democrats or Republicans.

US History has demonstrated that when the Hamiltonians in the Federalist Party were in power, they advocated for the centralization of the American Union. The need to turn the American Union into a Federalist American Union was as justifiable then as it is now; it was only the Jeffersonians who wanted the Union to create an Empire of Liberty and impose it on all of humanity. It was they who wanted



US Sphere of Influence in the Monroe Doctrine

the Union to leave Latin America weak, divided and dependent on the US. Alexander Hamilton rejected that fate for Latin America, an obscure historical footnote within American history. What Hamilton wanted for Latin America was a similar Union to call its own, which would have been the case if Simon Bolivar had realized it in the late 18th century. Another Union in the Americas has the potential for the continent to be able to sustain itself and act as an ally as well as a counterbalance for the US and anyone outside the Americas. The power struggles that Latin America waged against the US over the centuries in Cuba, Mexico, Venezuela, Brazil, Chile and Argentina are a reaction to the excesses of American hegemony.



Map of Panama Canal and surrounding geography.

The question regarding Latin America from a Hamiltonian Federalist perspective has been about the issue of the “Monroe Doctrine,” which came into being in the presidency of Thomas Jefferson’s other protégé, James Monroe. Theodore Roosevelt could have rejected the Monroe Doctrine, but he insisted that he had to tolerate it out of geopolitical expedience when he added his own “Corollary” to the Monroe Doctrine. He argued that American hegemony in Latin America was necessary in order to prevent the European colonialists at the turn of the 20th century, who were then preparing for the later confrontation in World War I, from exerting their own hegemony in Latin America. It also was part of the same motivation behind Roosevelt justifying the consolidation of American economic power there through the construction of the Panama Canal. His cousin, Franklin Delano Roosevelt, was more interested in furthering the Empire of Liberty which Woodrow Wilson never succeeded when World War I.

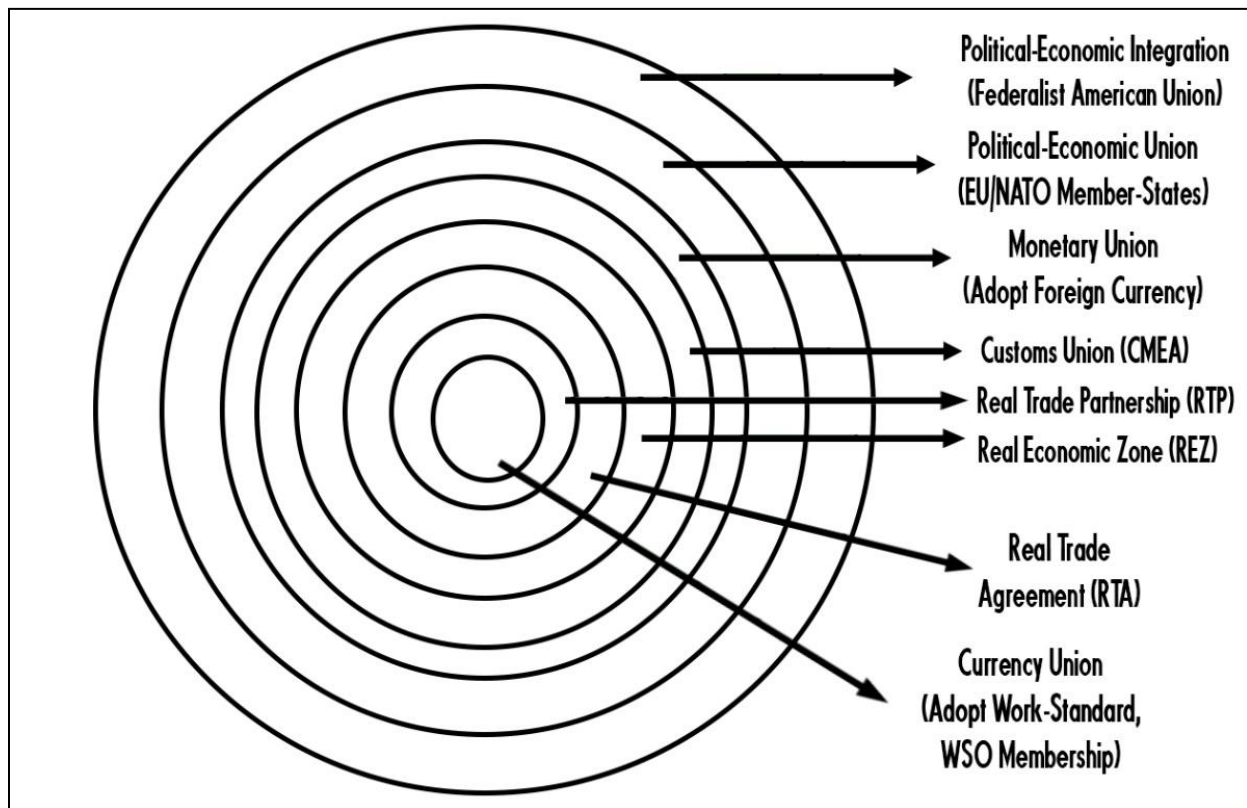
Even so, the Roosevelt Corollary still has the potential for the possibility of another doctrine favorable to Hamiltonian Federalism and all of Latin America in particular. The possibility is there for a new doctrine to serve as the antithesis to the Monroe Doctrine by having a Latin American Union of nations led by a powerful counterweight to the US. It is only appropriate for a “Bolivarian Federalist Socialism” to be that counterweight.

Any instability in one half of the Americas will eventually affect the other half because of the geography on this part of the world. It has always been the case, even in spite of the Monroe

Doctrine and the realization of the Empire of Liberty in the 1945 and its later height of power in 1991. If the American people can give up Jeffersonianism and think more like a Hamiltonian, there will always be opportunities for them to help Latin America find the peace, stability and prosperity that they rightfully deserve. The US-Mexico Border can become just as peaceful as the US-Canada Border once the Americas have abandoned the Monroe Doctrine in favor of a different consensus.

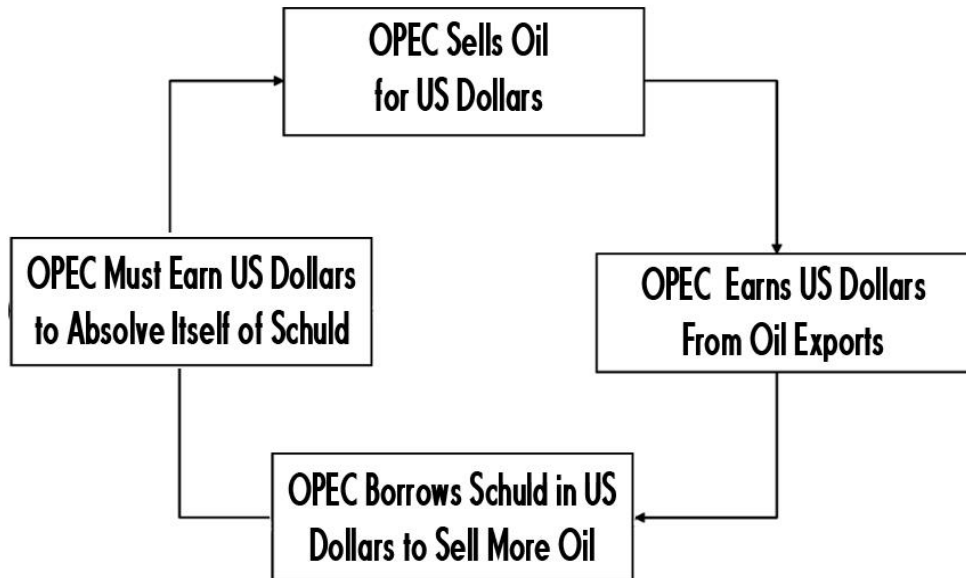
Furthermore, this Latin American Union will need to preserve the Sovereignties of Latin America's countries as a Federal Union of States, an alliance centered around the mutual interests of its own half of the Americas. That is what separates itself from these United States: the Totalities of Latin America have historically defined themselves as being separate independent nations. Meanwhile, if one was to envisage the breakup of the US, there would be a Pan-Americanism that will eventually develop and begin agitating for an eventual reestablishment of these United States because its dissolution was simply unjustified.

This brings us to the significance of the Socialist Nation and its own foreign policy stances on Currency Unions and Political-Economic Unions. Besides the Real Trade Agreement (RTA), Real Economic Zone (RTZ), and Real Trade Partnership (RTP), its Council State will find the former necessary and reject the latter. The Socialist Nation would only need to create a "Currency Union" of various Sociable Currencies to rally all friendly countries around the Work-Standard, this Currency Union determined to overcome the Post-Bretton Woods Debt-Standard and, Empire of Liberty, and the Death of Bretton Woods. It is an international system of alliances poised to further the Currency Union's eventual establishment of the World State Organization (WSO) and its own World Reserve Currency as part of a multipolar Socialist world order. The Socialist Nation shall refrain from establishing a Political-Economic Union because doing so risks compromising its own national sovereignty. The WSO on its own is not a Political-Economic Union.



Author's Onion Chart Diagram depicting the Levels of Political-Economic Integration.

g. Potential Feasibility of the Work-Standard as a World Reserve Currency



Author's Diagram of Petrodollar Recycling

Even though the Bretton Woods System is dead, the US Dollar still continues to be the “World Reserve Currency.” Everyone knows the Value of the US Dollar within Exchange Rates and everyone outside the Western world clamors for it during moments of economic turmoil. Just what is the significance behind the term “World Reserve Currency?” Is there a political-economic relationship to that financial concept? And why should anyone be concerned about the US Dollar someday losing that status? How is it related to “Petrodollar Recycling” and why is it strategically vital for the Socialist Nation to declare its independence from the Petrodollar?

Whereas a “Hard Currency” refers to a commonly-traded Currency in the realm of international trade, a World Reserve Currency is any Hard Currency with the status of being the most commonly-traded Currency on Earth. Significant amounts are being kept by the Financial Regimes and financial institutions in other countries for investment, trade, transactions, and payments. The status is often conferred to any Currency whenever it constitutes the majority of all known foreign exchange reserves. The US Dollar is only able to achieve the global prestige it enjoys, long after the Death of Bretton Woods, due to the US economy as the largest on Earth and the ability of the Jeffersonians to play a predominant role in the world affairs of Thomas Jefferson’s Empire of Liberty, the Liberal International Economic Order (LIEO).

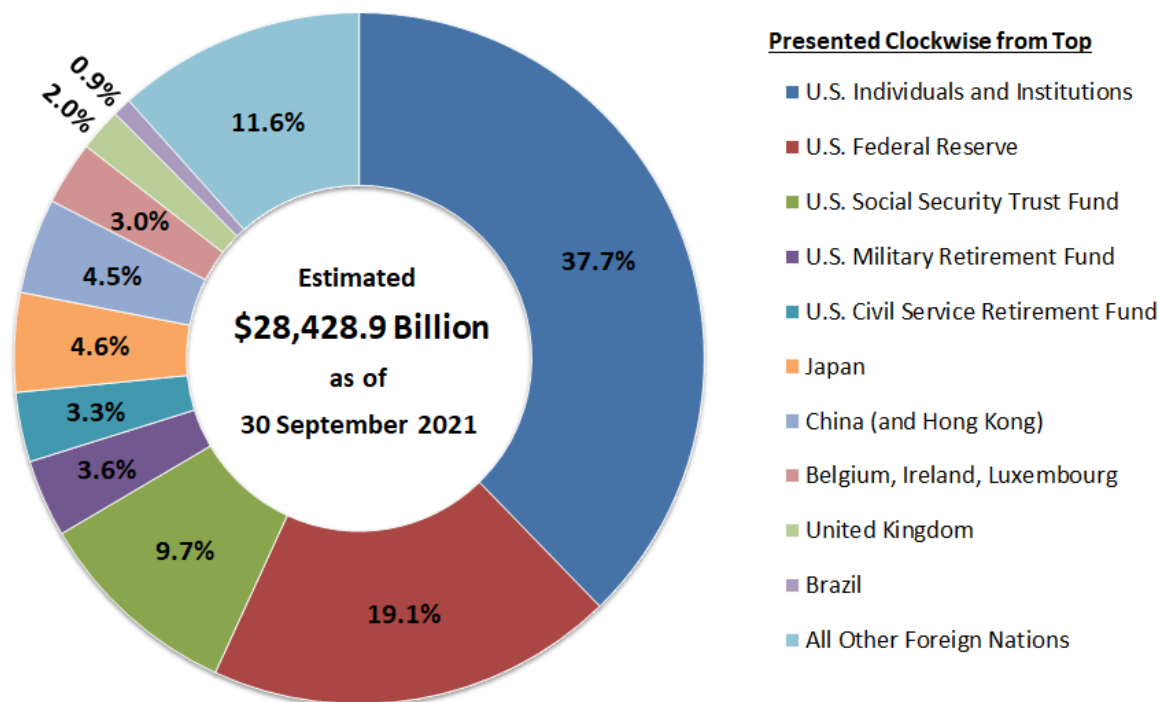
Depending on how one wishes to interpret it, there are seemingly limitless opportunities for large returns on Kapital and Schuld with a World Reserve Currency, except there is very little in the way of Arbeit and Geld. Even though there are Commodities denominated in US Dollars, of which Crude Oil is included in this analysis, the concept of a Petrodollar is not exactly dependent on Petroleum or even Crude Oil per se. In fact, assuming we were to eliminate the Western world’s overdependency on Petroleum, the Petrodollar has proven to be a sort of red herring for the Fractional-Reserve Banking System ultimately forcing the member-states of OPEC (Organization of Petroleum Exporting Countries) into an overdependence on exporting Petroleum. The Socialist

Nation will realize this as soon as the State and Totality begins converting their carbon emissions into Zero-Carbon Synthetic Fuels, among other strategic Equipmentalities.

As long as a sizable portion of the Schuld created on Earth in the early 21st century remains denominated in US Dollars, the Jeffersonians will continue to constitute a financial hegemony over the foreign exchange reserves of whole nations. The obvious benefit is the ability to run ever-increasing amounts of Schuld vis-à-vis the US National Debt because the vast majority is being created in the US through the Borrowing and Lending of Kapital for Schuld with Interest. Most of the Schuld in the US National Debt can be traced back to the following sources:

- [Issuances of US Treasury Securities such as Treasury Bills \(T-Bills\), Treasury Notes, Treasury Bonds \(T-Bonds\), Treasury Inflation Protected Securities \(TIPS\), Floating Rate Notes \(FRNs\), Series I Savings Bonds, and Series EE Savings Bonds.](#)
- The Federal Reserve's Quantitative Easing (QE) and its ability to create new Kapital.
- Social Security Trust Fund, US Military Retirement Fund, and US Civil Service Retirement Fund, all of which are related to the Welfare Capitalism begun by the New Deal.
- LIEO-aligned countries in Latin America, Europe, Middle East, and Asia.
- Post-1945 Japan.
- Hong Kong and the People's Republic of China.

September 2021 (First Estimate): To Whom Does the U.S. Government Owe Money?

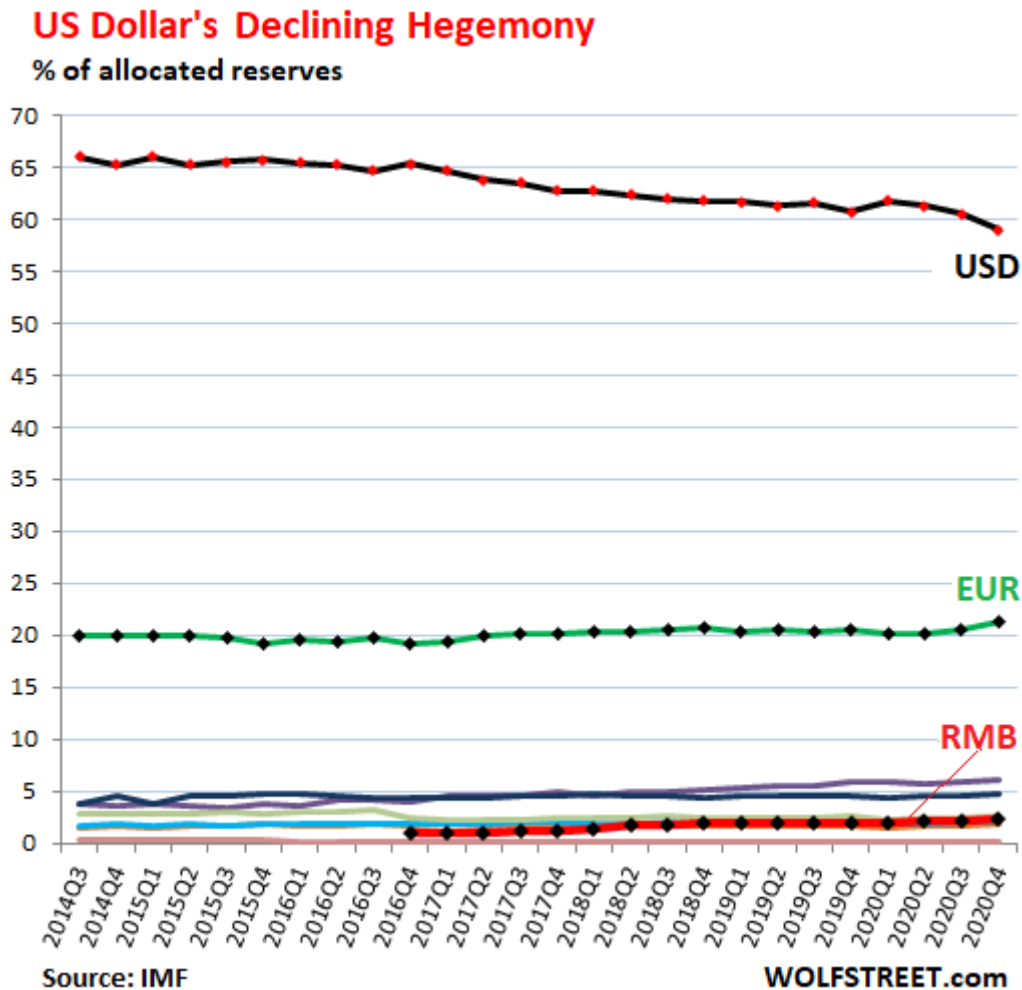


Sources: U.S. Treasury Department, U.S. Federal Reserve (29 September 2021)

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No World Reserve Currency lasts forever, and the same fate will befall the US Dollar someday. After all, the Currency that preceded the US Dollar was the British Pound Sterling in the 19th and early 20th centuries. Prior to the Pound Sterling, the Dutch Guilder upheld the status

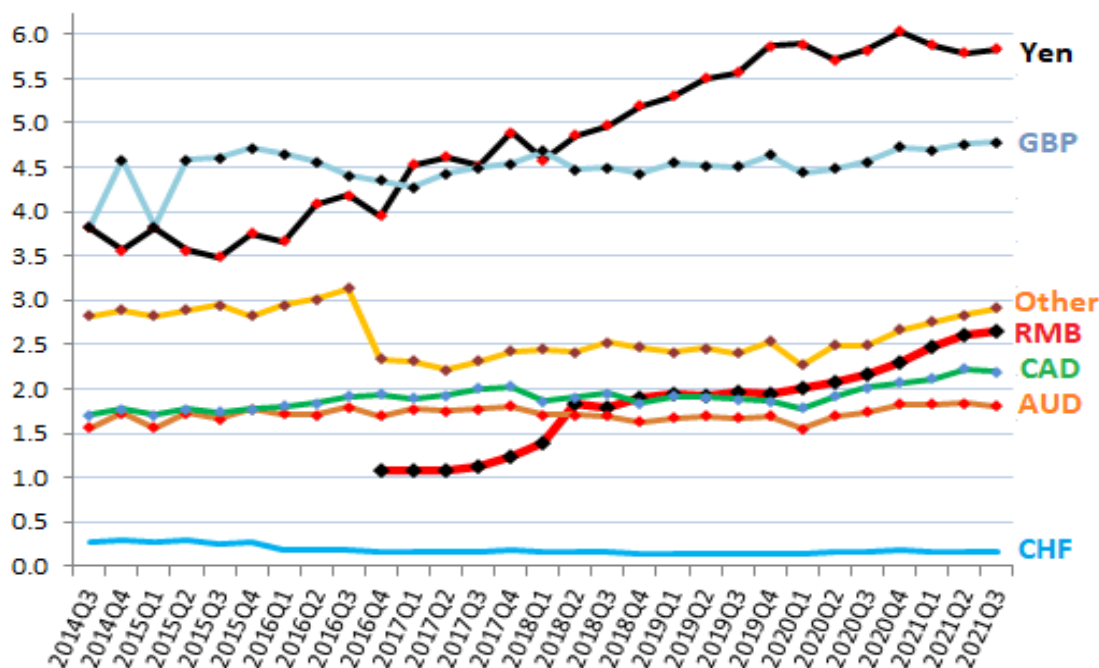
between the 17th and 18th centuries. No other known Currency in the world is going to supplant the US Dollar anytime soon. The closest ones are the Euro and Chinese Renminbi because of the economic powerhouses of the EU and the PRC. But neither the Euro nor the Renminbi is in the best-possible position to become the next World Reserve Currency.



The EU's Euro is the second largest Currency in foreign exchange reserves. The EU is a political-economic union of Liberal Capitalist regimes in Europe. The stability of the EU rests on those them continuing to remain as its member-states. But as the Eurozone Crisis has demonstrated, the Euro cannot be expected to serve as a proper rival to the US Dollar. The same can be said for the growing Euroscepticism and calls for various member-states to abandon the EU in the wake of the 2016 Brexit Referendum. While it remains to be seen as to whether any other member-states are willing to leave the EU, it would be remiss to not realize just how fragile the EU truly is. If the Euro fails to keep the EU together, there is a chance that the EU will disintegrate. Thus, it becomes absolutely necessary for the European Central Bank to keep the Euro stable in order to deter member-states from leaving and reestablishing their former national currencies.

Reserve Currencies except USD and EUR

% of allocated reserves



Source: IMF

WOLFSTREET.com

The other potential Currency, the PRC's Renminbi, is still a very small fraction of the foreign exchange reserves outside Mainland China. There has been a lot of hype about the rise of the Renminbi by Liberal Capitalists. Despite the Renminbi being part of the Basket of Currencies backing the IMF's Special Drawing Rights (XDRs), the Currency has seen a slow, steady increase. The increase is nowhere as high as some would like to believe, especially when compared to the British Pound Sterling and the Japanese Yen. Those two Currencies, meanwhile, saw small increases in foreign exchange reserves between 2014 and 2021. Even so, the Renminbi, Euro and Yen are nowhere close to breaking the 20% threshold in foreign exchange reserves anytime soon.

The fact that no Currency in the world is capable of replacing the US Dollar is a consideration that the Socialist Nation must not ignore. For the US Dollar to lose its global hegemony over the world, the Socialist Nation must set an example for the rest of the world to follow, a different world order determined to challenge the LIEO. Here are the important factors which will be favorable to the financial offensives of the Socialist Nation:

- Multiple nations and investors alike must consensually decide that the US Dollar is not worthy of being worthwhile Store of Value and a reliable Unit of Account.
- The Federal Reserve has to be creating Schuld faster than what the US economy is capable of sustaining according to its GDP Rate.
- US Inflation Rate has to be rising higher than the usual 2%; a 20% or 200% increase is more than enough to depreciate the US Dollar.
- Additionally, the US economy's GDP Rate also has to be in decline to such an extent that the US is no longer the largest economy on Earth.
- There needs to be an alternative not relying on the Post-Bretton Woods Debt-Standard.

Most of the entries in the SMP Compendium have dealt with the Work-Standard from within the borders of a single Socialist Nation. The Socialist Nation described could be any nation claiming to be Socialistic. How its Pure Socialism was made into geopolitical reality is irrelevant; there really is no scientifically proven way of realizing Socialism and moving away from Liberal Capitalism. One has to remember that Liberal Capitalism is in final analysis an ideology that is a centuries-old product of the Enlightenment. And as an ideology, Liberal Capitalism is literature just like Marxism-Lutheranism; it too can become obsolete once it has finally been proven as impractical. Pure Socialism, meanwhile, is tailored to the ontology and phenomenology of the Totality that constitutes themselves as the Socialist Nation, which will continue to exist for as long as the Totality continues to exist as an identifiable group of people.

Concerns over how the Socialist Nation engages in international trade will always be a given and that may depend on whether the current world order, the Liberal International Economic Order (LIEO), continues or not. This will certainly be the case if these United States encounters more difficulties sustaining itself and its world order once the Coronavirus Pandemic ends. The world is waiting for the next phase of the 21st century. Therein lies the uncertainty, the anxiety which countless people in the Western world are fearful of. What will happen to the world when the LIEO dissolves? Can anyone seriously expect the People's Republic of China to take over?

As the LIEO crumbles from its own incompetence and delusions of grandeur, there will be a multipolar world order of competing nations and an ever-changing web of alliances. Some form of cooperation will be needed to overcome issues affecting all of humanity on Earth like Climate Change. Outside of any other planetary issues affecting all of humanity, anything goes so long as any alliance remains mutually beneficial to the national interests of its signatories. If the Socialist Nation of the Revolutionary Realm has been able to survive up to that point, it is now possible to envisage the State and Totality convincing the rest of humanity to adopt the Work-Standard.

In the early 21st century, the whole world is staring at an ever-growing abyss of Schuld, despite being flushed with Kapital. The world has been staring into that abyss since the Death of Bretton Woods. The Post-Bretton Woods Debt Standard is financial nihilism. Everybody still lives with the assumption that this void will always be a given because nobody knows what shall fill the void. What is truly scarce in the 21st century is not gold, silver, cryptocurrencies or semiconductors but Authentic Dasein; everyone gets to become anything they want to be except themselves. The demand for Dasein will climb in tandem with the concurring demand for Arbeit.

This current world order is ripe for change. Once the US Dollar ceases to be the World Reserve Currency, its ramifications are bound to cause a shakeup among the LIEO's institutions like UN, IMF, World Bank, the EU/NATO, OECD, OPEC and so forth. There is still that looming possibility where these institutions could become delegitimized and even forced to dissolve as the Western world experiences a veritable power vacuum. In the scramble to usher a different world order, the Socialist Nation stands to benefit through the opportunity of creating the World State Organization (WSO) with the rest of the world.

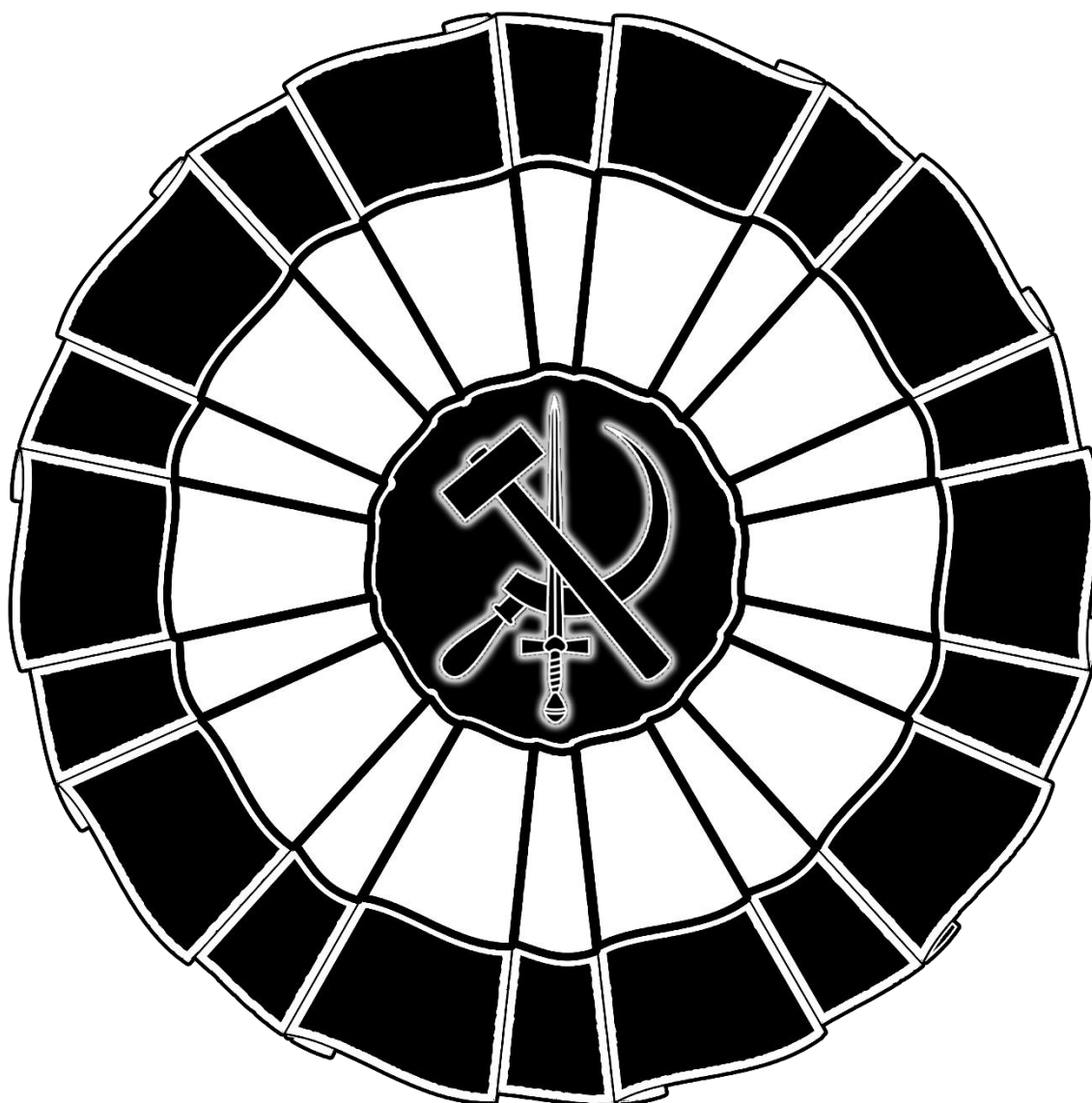
Every people from every nation shall have its own Socialism. Tradition, culture, social norms and customs, language and religion can all affect any nation's Socialism as much as how they interact with the dynamics of Arbeit and Geld. Council Democracy, the VCS Economy, State Commissariats and Kontore, NSFI and Reciprocal-Reserve Banking, and all of the countless different amenities are quite flexible and can be remolded to address the needs of any nation. Given the predominant influence of Western Civilization, accommodations will be made and the diversity of different ways of economic life recognized, preserved and promoted under the Work-Standard.

What has already been discussed about the Work-Standard regarding the Socialist Nation is to be reapplied on a worldwide scale. Everything applies as they are, but with the involvement of the five most powerful nations. Power is to be measured in terms of political, economic, military-industrial, financial, spiritual and cultural powers. One of them includes the Socialist Nation, assuming it has achieved enough power and reputation to command the respect and prestige of other nations. Together with four other countries, as an official function at the WSO, the Socialist Nation shall introduce a World Reserve Currency pegged to their Hard Currencies. There is no genuine need for this World Reserve Currency to replace Foreign Currencies traded between different peoples; a Sociable Currency and two separate Foreign Exchange Certificates (FECs) are more than enough to suffice for their own Financial Regimes.

Furthermore, to accommodate this World Reserve Currency are two NSFIs, one for Arbeit and the other for Geld. The purpose of these two NSFIs will be to maintain sufficient reserves to address any issues affecting the planet. Denominated in this World Reserve Currency, they are to be owned solely by the States of various nations and can be converted into their Sociable Currencies. The arrangement remains valid until the dissolution of the WSO or there is a conflict pitting the five major powers against each other. Should the latter happen, it is also possible for five other neutral member-states to take over until the cessation of hostilities.

And just like the case of the Socialist Nation, Schuld must be kept to a minimum in the case of the WSO. As the infamous Versailles Treaty has demonstrated in the aftermath of World War I, nothing good ever comes out of war reparations. It forces the losers into developing a deep-seated sense of vengefulness to address what its Totality perceives as political injustices.

Section Seven: Work-Standard Applications of Technology



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a. Introduction to the Art of Technology



Friedrich Nietzsche's "Zarathustra," Vladimir Lenin

Another variation of the [Political Organization Problem](#) pertains to Technology affecting how various artforms are conducted and how people discuss and critique them. Life imitates art, it is often said, and the type of Total Mobilization being employed affects the artforms in themselves. Total Mobilization of Production for *Profit* focuses on what sells based on popularity according to the Incentives of Supply and Demand. Total Mobilization of Production for *Utility*, meanwhile, follows a similar set of parameters beyond yielding various subcultures and fandoms within a prevailing pop culture. Art itself is treated as ways for consumerist curators to comfortably visit museums to see works of art from centuries past and for less-than-voluntary almsgiving to the masses on the other as expressions of the Austrian School's conception of Marginal Utility. Ludwig von Mises and Friedrich von Hayek really did not care how abstract any work of art looks, preferring to focus more on how much it ought to become worth in Kapital, as has been the case in the recent subset of Cryptocurrencies known as "[Non-Fungible Tokens](#)" (NFTs).

What can be said about the Total Mobilization of Production for *Dasein* as far as the Work-Standard is concerned? Here, the term “Technology” refers to the conceptualization, design, implementation, creation, and applications of, but not limited to, various mechanical, analog and digital devices. Unlike Sciences like Chemistry or Physics, Technology is not an exact science any more than the fact that neither Economics nor “Political Science” are actual sciences. Political statecraft and economic governance are artforms with different ways of applying politics and economics into one’s personal life and in the everyday life of their nation. The same can be said for Technology: it too is an artform and there are plenty of ample opportunities to introduce different ways of applying them because every artform operates under the auspices of a specific art style. Art is neither an exact Science nor will any work of art be considered a ‘Commodity’, which is going to happen to art itself if the State of Total Mobilization is either “Production for *Profit*” or “Production for *Utility*.”

A Technology’s “art style” serves as a reflection of its identity. Not just the identity of its creator but also the culture, nationality, faith, tradition, philosophy, worldview, ancestral heritage and anthropological origins. These aspects of social life affect the way Technology is conceptualized, setting the conditions for why it was designed by its creator and why they chose a given art style. The history, social customs and norms behind the existence of Technology decide how it is applied and the context in which it is to be conducted. Each of these factors described here can stem from the political and economic life of the nation, their legal jurisprudence a historical record of why certain regulations, like the ones which emerged in the wake of the 1986 Chernobyl disaster or those post-9/11 TSA security pat-downs and screenings at American airports.

Everything depends on the people, the Totality, ultimately interacting with Technology and setting the terms in which it affects their everyday lives. Like any other form of art, the methods behind creating and interpreting Technology’s applications are open to discussion and critique from within their own framework. Any changes to how the artform is conducted affects the manner in which people interpret and discuss any work of art. A video game critic follows a similar set of parameters as that of a television or film critic while discussing about story direction and character development, diverging from the latter whenever they are talking about the gameplay itself and graphical performance of the game engine. Inversely, a film or television critic may not necessarily be the right person to critique any video game if they are unfamiliar with the inner-workings of the video gaming industry. The same can also be said for video game critics being incognizant in how to critique literary or culinary work of art; not everyone’s interests in literature or dining are going to be the same nor should they be the same for everyone.

The State of Total Mobilization tends to redefine older artforms, providing newer methods of expressing them within everyday contexts in contemporary life. Vladimir Lenin understood this significance when he had advocated for a “*Socialistic Heroic Realism*” during the early years of the Soviet Union. He wanted to portray the image of life under Socialism and the kind of behavior that is to be expected in the State of Total Mobilization. That was also part of the same Intent behind why the Soviets erected statues of Lenin throughout the Soviet Republics, reminding people about how the Soviet Union came into being and why they are part of that legacy. It bears a resemblance to the artistry that went into the stained-glass windows decorating the old Gothic cathedrals of Europe, reminding the peasantry about their peoples’ decisions to embrace the Catholic faith. The aims and their methods are different in both cases, but the Intent behind them is the same: *to artistically convey information in contexts where words alone do not suffice*.

Like Lenin, John Maynard Keynes was making similar arguments about Total Mobilization affecting art itself in Chapter 12 of *The General Theory of Employment, Interest, and Money*. A

“Keynesian Beauty Contest” does not only describe the inner-workings of liquidity at stock markets. It also describes the inner-workings of cosplay, a contemporary version of Western Culture’s “carnivals” and “masquerade balls,” at conventions like Comicon and Anime Expo. Investors contend with the Price of Kapital in the shares of privatized commercial firms shooting higher and higher to the point where the Speculation Bubble has yielded an “irrational exuberance.” Cosplayers contend with issues of sexual harassment, sexual assault, physical assault, and attempted murder to the point where the Commodity Fetishism has yielded a “[cosplay is not consent](#).” Our master of ceremonies for both was Milton Friedman with his Monetarism.

Nowhere is this contrast between Keynes and Lenin more apparent than a cross-examination between the inner-workings of the Japanese maid café and its Western equivalents and the Soviet rival, the *Stolovaya* (Cafeteria) and its Western equivalents. Both revolve around the concept of passionate women serving complete strangers, except both are conducting themselves under different conceptions of Total Mobilization as distinct Modes of Production. The woman at the maid café serves in an unofficial non-State function, her outward appearance more important than her devotion and passion for the service itself. The woman at the *Stolovaya* serves in an official state function, her devotion and passion of serving others more important than her outward appearance. The contrast is even more evident when one realizes how the maid café is constantly failing to sustain its own Dasein, from defaulting on rent and loan payments to the fact that the maid is not in it for Arbeit but for Kapital.



*The “Moe”-ness or “cuteness” of the Japanese Maid Café is the missing link to the Keynesian Beauty Contest for the Work-Standard. One may be inclined to imagine John Maynard Keynes visiting such a place to make a point about that concept from Chapter 12 of General Theory of Employment, Interest and Money as the whole experience rests on the woman’s appearance while cosplaying as the “maid.” The passage in question reads: **“It is not a case of choosing those [faces] which, to the best of one’s judgment, are really the prettiest, nor even those which average opinion genuinely thinks the prettiest. We have reached the third degree where we devote our intelligences to anticipating what average opinion expects the average opinion to be. And there are some, I believe, who practice the fourth, fifth and higher degrees.”***



The text for this 1948 Soviet poster about the Stolovaya reads: "We shall serve every visitor politely!" Here, the experience rests squarely on the food and the service. The woman's looks are unimportant; her official status as a maid rests on conduct and performance. The worst that could happen at a Japanese Maid Café is sexual assault and unwanted sexual advances from stalkers after hours. Here, it is over whether the portions are large enough for everyone and none of the maids are absconding excess food for themselves. The Totality is encouraged to cringe at Japanese Maid Cafés for their Keynesian nature; here, they are always welcomed!

Technology under the Work-Standard has already given rise to the implications of investors finding new roles at the Kontore with its own distinct set of financial instruments, the rest as state commissars at the State Commissariats. A similar set of circumstances will no doubt be applicable for video game developers, gaming streamers and professional gamers and cosplayers, and everybody else who may be interested in Russian caviar, Prussian vodka, Socialist Heroic Realist art and Nietzschean piano music at a "Soviet maid café." The Work-Standard itself shall see to it that the most Prussian or the most Bolshevik are separated from the petty amateurs and hobbyists among them, where "Fiscal Conservatism" in American politics becomes an extension of Hamiltonian Federal Socialism. The Quality of Arbeit may not be a lot, but it will be more than enough to let them enjoy doing what they love. Those who remain are the ones who shall give gaming and cosplaying proper places in the Socialist Nation as legitimate professions contributing Arbeit and generating Geld like everyone else.

Furthermore, there are plenty of other ways in which certain artforms take on different appearances vis-à-vis different Technologies. It can be argued that similar examples exist in military-industrial applications, in automotive and aeronautical design, everyday electronics, computer hardware and software programs, website platforms and others. Practically everything can be redesigned to accommodate the Mechanization Rate. Where there exists a Will-to-Power, the Work-Standard has ways for the Figure of the Arbeiter to engineer it for the Totality.

b. The Tactical Logic of Technology

The Art of Socialist Finance cannot be conveyed in a massive book of rules and regulations like a “~[70,000-page Internal Revenue Service \(IRS\) Tax Code](#).” The styles which govern Socialist Finance are to be applied in accordance with present-day economic conditions in the Socialist Nation. Straightforward, honest actions achieving a well-understood Intent is sure to achieve the flourishing of the Totality’s well-being.

Like any Technology, the Art of Socialist Finance is subject to continual improvements within the framework of its own Artform, the Work-Standard. Socialist Financial Technologies (“***Socialist Fintech***”) require Socialist design philosophies and applications compatible with the Work-Standard. They need to be understood by the Totality and their performances evaluated by the State. Technologies known to help the Socialist Nation is to be deployed in the Vocational Civil Service (VCS) Economy, the Totality as the judge, jury, executioner.

The fate of the Socialist nation, whether it prospers or collapses, still depends on decisiveness of the Individual. Every Legal Right bestowed unto the Individual is tempered by a Legal Duty from the State, every Constitutional Obligation unto the Individual to be met with a Constitutional Intent from the State. An Individual’s performance in the VCS Economy rests on their upbringing, education, training and experience as a student in the secondary schools and universities of the Socialist Student Economy (SSE). Socialism requires them to think critically and creatively, apply training and expertise in practice, live with purpose and meaning, and demonstrate self-confidence, determination, selflessness and daring to overcome any situation.

Everything here applies both in the physical realm and in the digital realm. For the Self that is committed to their Vocation at the workspace, Technology intended for tactical deployments shall be designed specifically to enhance their Vocation and allow the State to create additional Vocations related to that profession. Important areas of interest under the Work-Standard must include but not limited to:

- Ways of increasing Work-Productivity (WP) and minimizing the Attrition Rate;
- Ways of decreasing Work-Intensity (WI) and warding off the Inaction Rate;
- Ways of sustaining Force Multipliers (FMs) like the 40-hour work week, minimizing the risks of work-related injuries and deaths, and expediting the production process without any alterations to the Central Bank’s Mechanization Rate;
- Ways of reducing waste and inefficiencies as well as curtailing excessive consumption and the risk of resource depletion and environmental degradation;
- Ways of increase the Economic Socialization (ES) and Solidarity Rate (SR) of individual Vocations within a given profession by providing potential opportunities to sustain the Price of goods and services being distributed at a consistent rate of production;
- And ways of contributing “Digital Arbeit” and generating “Digital Geld” on the International Internet of the WSO. There will be mechanisms designed to allow the vast electrical power consumptions of, say, a casino and hotel resort in Las Vegas or Atlantic City to be repurposed as a “Life-Energization Reciprocal Electrification (LERE) Refinery.”



LERE Process Designation for Cryptocurrency Blockchains

In the early 21st century, during the height of the Coronavirus Pandemic, there are “Cryptocurrencies,” “Non-Fungible Tokens” (NFTs), “data mining” (whether for Cryptocurrencies or mass surveillance), “eCommerce,” “Blockchains,” “Peer-to-Peer” (P2P) distribution systems, “digital streaming services,” “digital subscription-based services,” “rentable multiplayer online gaming servers and website domains,” “online gambling and betting markets,” “automated software executing trades on Financial Markets and placing orders on LCFIs (Liberal Capitalist Financial Instruments),” and a proposed ‘Digital Market/Mixed Economy’ called the ‘Internet-of-Things’ (IOT). Every example cited is embedded with some aspect of Liberal Capitalist ideology in its programming. The whole World Wide Web (WWW) exists as a planetary-wide Digital Market/Mixed Economy, an extension of its offline equivalents.

Whatever equivalents the Socialist Nation intends to implement must require their software programming to be operating under the Intents of Command and Obedience vis-à-vis the Arbeit and Geld of the Work-Standard. Remember, the digital realm serves only as an extension of the physical realm and never as a replacement for physical economic activities. This can be done without having the Central Bank raise the Mechanization Rate. The Totality of the Socialist nation will need to help the State restructure the “Information Sector” and “Government Sector” to accommodate them for the Work-Standard. The Intent here is to allow a State functionary from the Government Sector to oversee the contributions of “*Digital Arbeit*” and generations of “*Digital Geld*.” Unlike the physical equivalents which are capable of existing offline, “*Digital Arbeit*” and “*Digital Geld*” cannot be converted into physical ones by the Central Bank.



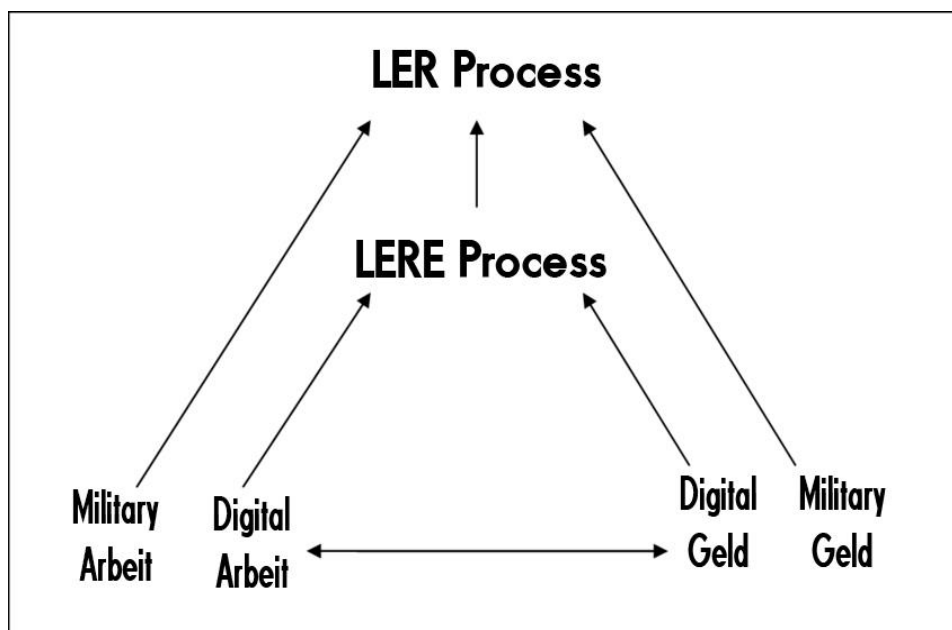
The Work-Standard’s Blockcycle Symbol

This is not to suggest that “*Digital Arbeit*” cannot join the Life-Energy Reserve or that “*Digital Geld*” cannot count toward the State Budget and somebody’s weekly Paygrade. Computer scientists and software programmers will need to develop an entirely different Technology for the Work-Standard to operate within a national Intranet under the direct command of the State through SAEs (State-Administrated Enterprises). These SAEs exist offline, subordinate to the Ministry of

Science, whose goal is to run and maintain the digital infrastructure, act as the service provider, issuer of website domains, offer downloadable software, and facilitate digital mediums for the Totality to build their own websites and provide all the usual amenities found on the WWW.



Work-World Compatibility Designation Marker for Digital Arbeit



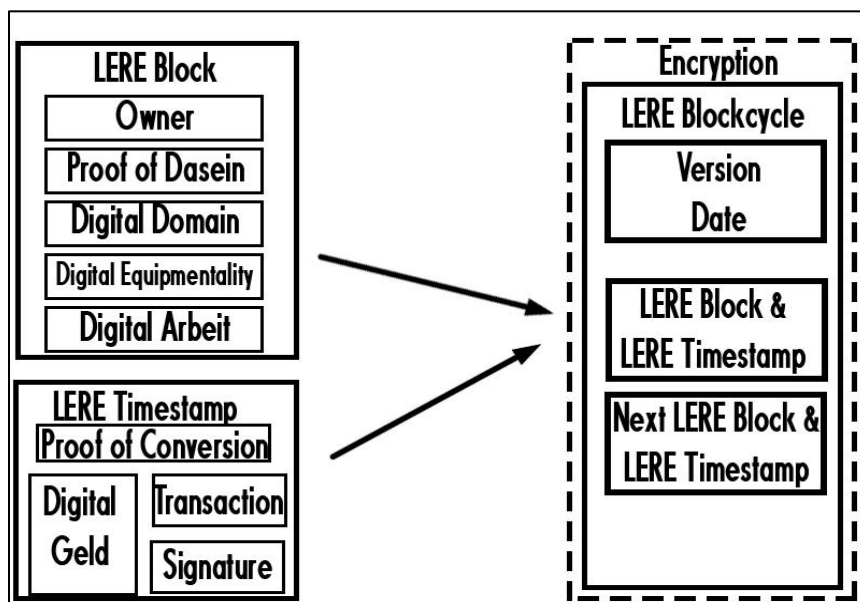
LERE Process Diagram

In this National Intranet, the Life-Energization Reciprocity (LER) Process that has been allowing Arbeit to be converted into Geld will be accommodated by “Life-Energization Reciprocal Electrification (LERE) Process.” It is under LERE that anyone capable of contributing digital Arbeit can immediately convert them into digital Geld at an online banking service. This online banking service is connected to the LERE Refinery under the Ministry of Finance, its digital presence acting as a proxy server for the Central Bank. LERE Refineries transmute the Digital Arbeit and Digital Geld into Actual Arbeit and Actual Geld, allowing the LERE Process to finally converge on the LER Process at the Central Bank’s Life-Energy Reserve.

The idea behind the LERE Process is to deter speculative attacks on the Central Bank, preventing computer malware and spyware, cybercrimes, cyberterrorism and cyberattacks from affecting the offline LER Process. To facilitate the LERE Process on behalf of the LER process, anyone with a Vocation involved in the Information Sector is to be issued a Four-Year or Five-Year Work-Plan from Office II of their regional Kontor, the hefty Service Fee to be reimbursed by the State. Included in this Work-Plan is a website domain connected to a digital communications service provider and is automatically renewed past the Work-Plan's maturity date. Once the State gives the Work-Plan to its recipient, the recipient will continue to be the owner of the website domain until they decide to sell it and allow the State to look after it until somebody else purchases it. A similar methodology is also being employed for the servers of online video games on behalf of gamers making Machinimas like those agitating against "Games as a Service." Even though the amounts of Digital Arbeit and Digital Geld may not be much, it will still be enough for individual gamers to run gaming servers on the side as a secondary Vocation to their daytime one.

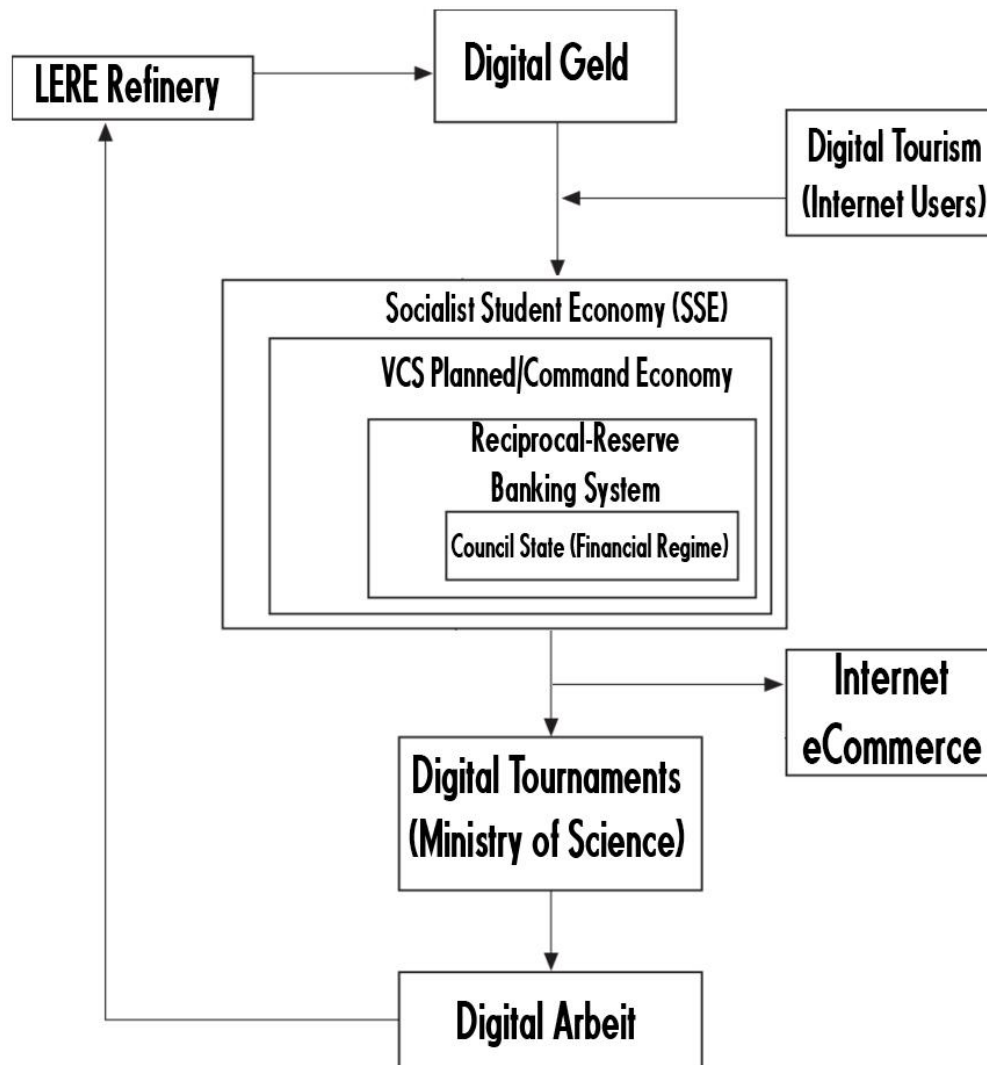
Once the LER process is brought online vis-à-vis the LERE process, the Socialist nation can now achieve economic growth from within its own national Intranet. The secret is the implementation of a special "Blockcycle" where the website contributes Arbeit by offering an online service. Any Vocation that engages in both offline *and* online services will receive a bonus Force Multiplier by 1.00 to account for the Blockcycle, which is a huge difference when one realizes that most Vocations in the VCS Economy generally have FM's ranging from 1.00 to 2.00.

The Blockcycle relies on a "LERE-Stamp" that indicates when and where digital Arbeit was contributed from the electrified commitments of Life-Energy, when and where the digital Geld was generated, and when and where they were both converted into physical Arbeit and physical Geld on behalf of the Central Bank. There is a digital ledger that is accessible to the Individuals involved (as the Self), the economic planners working under the service provider (as part of the Totality), and the Central Bank (as part of the State). This ledger operates on a centralized "STS (Self-Totality-State) Network" relying on the Work-Standard's Command-Obedience Account Bookkeeping instead of the Triple-Entry Account Bookkeeping found in the Blockchains of most Cryptocurrencies. The STS Network automatically registers the Quality of Arbeit (QW) and Quality of Geld (QM) of digital economic activities, allowing them to be counted toward RTEP (Real Total Economic Potential) and RTFP (Real Total Financial Potential).



(Left) Author's Diagram of the Blockcycle. Each Block in the Blockcycle contains the necessary components to digitize the LER Process vis-à-vis the LERE Process. It tells who created the Digital Arbeit and in the Digital Domain of a known Enterprise. An LERE Timestamp, issued at the LERE Refinery, provides the necessary information required to convert Digital Geld into Actual Geld.

Thus, the National Intranet has a ‘Digitized VCS Economy’ that interacts with the physical one and vice versa. There will be website platforms where people can buy and sell goods and services, wire Geld to different accounts, take out Work-Tenures from their local National-Socialized Bank (NSB) or invest in NSFIs (National-Socialized Financial Instruments) from their regional Kontor. Digital platforms related to video streaming, online multiplayer gaming, forums and chatrooms, blogs, social networking, and websites where can people upload, download and share digital media that they created as their own contributions of digital Arbeit and even sell them for digital Geld. Also connected to the national Intranet are the websites of educational institutions and the Socialist Student Economy (SSE) from the Ministry of Education. Any foreign Enterprises allowed to operate under the terms of a Real Trade Agreement (RTA) will be operating a national website registered with the host State as part of the RTA.



Author's Diagram of the digital infrastructure in the Socialist Nation. When put into practice, the Blockcycle will resemble something akin to a digitized railway system facilitating the movements of Digital Arbeit and Digital Geld from throughout the Socialist Nation to the LERE Refineries. The LERE Refineries convert the Digital Arbeit to Digital Geld, allowing the Blockcycle to eventually reach the Life-Energy Reserve, where it is converted again to Actual Geld.

If everything described there sounds familiar, that is because many of the characteristics found on the International Internet can also be recreated in the National Intranet with the Work-Standard. For those interested in accessing the International Internet, the Ministry of Science shall coordinate with the Ministries of Economics, Finance, Education, Transportation and Culture to allow entire groups of “digital citizens” from the Socialist nation to visit the International Internet. This can be done from inside a library, an “*Internet Café*,” at the computer lab of a school or university, inside one’s home, and even on a portable laptop and smartphone. All one needs to access the international Internet, besides an Internet connection or WIFI, is a digitized copy of their passport. Those interested in accessing the national Intranet of the Socialist Nation from abroad is a “*Digital Tourist*” that will need their passport and a travel visa.

Finally, on the topic of International Standardization Organization (ISO) protocol, what would the website domain for <https://www.fourthestatepolicy.com> be if was allowed to operate in the Socialist nation? The website will include “fourthestatepolicy,” a “.fae” to indicate its Hamiltonian Federalist Socialist status as being registered under an offline service provider operating as a “Federally-Administrated Enterprise,” the American equivalent to an SAE, and a “.us” to indicate that the website is operating from the United States. Therefore, it will read: “*fourthestatepolicy.fae.us*.” Such a website domain will never exist on the current World Wide Web; it will, however, exist in the Socialist world order’s international Internet. The name of this Socialist world order’s international Internet deserves to be called “Heliopolis,” and so this website domain can then be renamed as simply “*fourthestatepolicy.us*.”

c. The Operational Logic of Technology

Previously, we explored the various possibilities where such technologies can be employed on a tactical level. Here, we will be exploring those same technologies at an operational level. The Art of Socialist Finance requires its own Socialist Fintech in the Total Mobilization of Production for *Dasein*. Any Socialist conception of Fintech entails applications where accommodations are made for automated software and hardware to be more attuned to the Work-Standard. The most obvious example worthy of mention in this SMP Compendium entry is a way for the Central Bank's Mechanization Rate to reflect the extent to which automated technologies are employed in the VCS Economy. While the Mechanization Rate operates at a strategic level, its overall practicality is heavily dependent on what is happening on an operational level.

The goal of developing operational level technologies under the Work-Standard is to ensure that every technological application is about as reliable as the person employing them on a tactical level. It needs to be designed in such a manner where economic growth allows the Mechanization Rate to gradually fall in real time, compelling the Central Bank to signal the VCS Economy that the Mechanization Rate has fallen. For instance, if the economic growth hovers at 4% and the Mechanization Rate begins falling from 8.70% in March to 8.40% by April, the bankers in command of the Reciprocal-Reserve Banking System need to be informed of this by the Central Planners, the State Commissariats, and all of their subordinate Inspectors, Accountants, Economic Planners. It only takes a small sticky note attached to a financial ledger from one of the Economic Planners before depositing it at the State Banks by the end of workweek. That will be the Central Bank's chance to return the Mechanization Rate back to 8.70% once May 1 arrives.

If the Central Bank decides that it is necessary to raise or lower the Mechanization Rate, its decisions will be communicated to the Reciprocal-Reserve Banking System, the State, and the VCS Economy "*Ahead of Zeit*." The Intent is to give the Socialist nation a limited window of opportunity to decide what will become automated. The State Commissariats of Wages and Prices must coordinate their activities with the economic planners to oversee the Mobilization or Demobilization of the affected personnel. The State Commissars shall see to it that anyone who does not already have a secondary skillset and has been affected by the changes in the Mechanization Rate will be issued a refinanced Four-Year or Five-Year Work-Plan from Office II of the Kontore, its Service Fees to be reimbursed by the State. The Central Bank will also need to be made aware of these decisions as soon as they had been executed within the allotted Zeit.

Other possibilities exist for operational technologies under the Work-Standard. Another example includes the ability for the State to facilitate the creation of entirely new Professions and Enterprises for the VCS Economy. The applications include, but not limited to:

- Ways for entire Professions and Enterprises from different Industries to achieve a higher Quality of Arbeit with a lower Quality of Geld;
- Ways for those same Professions and Enterprises to reduce their upkeep and maintenance costs as well as minimize the risk of environmental degradation and resource depletion;
- Ways of curtailing the Attrition Rate and warding off the Inaction Rate among Professions and Enterprises, including simulated projections of what would happen if Attrition Rate gets too high;

- Ways for establishing efficient, secure and cost-effective communications systems to better coordinate the activities of economic planners, bankers, state commissars and investors with the State and the VCS Economy;
- Ways of implementing and installing cyberdefense systems against malware, spyware, cybercrimes, cyberterrorism and cyberattacks for the National Intranet;
- Ways of implementing and installing firewalls and authentication software designed to keep out unwanted guests and to facilitate the movement of encrypted information across different data networks within the National Intranet. Similar software for decrypting incoming information will also be needed for those receiving them;
- Ways for Central Planners to expand their *Auftragstaktik* (Mission-Type Tactics) capabilities under the Work-Standard's MTEP (Mission-Type Economic Planning), allowing all teams of economic planners maintain the Intents of Command and Obedience and realize the *Schwerpunkt* (Focal Point) of all economic and financial activities both domestically and internationally;
- And ways for the whole Socialist Nation to coordinate MTEP with automated computer software, the software designed to eliminate confusion and any duplication of efforts by human error and miscommunications that would undermine Command and Obedience.

A number of recent technologies since the late 1990s have existed or currently exist as Liberal Capitalist applications of Fintech. However, their practicality and feasibility under the Liberal Capitalist conceptions of finance, Kapital and Schuld, have never been fully realized. The technologies that I will be discussing here are those which have only been applicable to the Total Mobilization of Production for *Profit* or Production for *Utility*, but never Production for *Dasein* until now. With Heideggerian Reference and Relevance, most can be Repurposed under the Work-Standard through an appropriate equivalent. The core fundamentals regarding the Work-Standard have already been laid out in earlier entries in the SMP Compendium. Everything now depends on whether every Technology conforms to the Authentic Dasein of the Socialist Nation.

The “Policy Analysis Market” (PAM) was a proposed futures market developed by the US Department of Defense (DOD) during the reign of the late Donald Rumsfeld, an old guard of the Nixon presidency. The purpose behind PAM in its Liberal Capitalist conception, had it been implemented, was to provide DOD with a way of analyzing the probability of certain developments unfolding in the Middle East, which could have ranged from the likelihood of the Ayatollah's Iran developing “an Islamic Google Earth” to whether post-Soviet Russia would intervene in a then-hypothetical Syrian Civil War. The problem with PAM was that it still operated as a financial market where the investors are technically investing Kapital into the probability of assassinations, terrorist attacks, coup d'états and civil wars. It does warrant ethical concerns about whether the investors themselves would carry them out to earn Kapital from those events being made a reality.

The Work-Standard's equivalent to PAM is Office VI of the *Kontor* (Financial Office), “Priority Requisition.” To quote its description from Proposed Types of NSFIs:

“Priority Requisition deals with the processing of transactions related to the logistics of Equipment by their Reference and Relevance. ‘Office VI’ is split into four Groups. Group A deals with those involved in the R&D projects of SAEs and SOEs, while Group B concerns the NSEs working on behalf of the State on technical patents and design documents. Group C oversees the affairs of those involved in mass communications applications, artists, video game developers, filmmakers, musicians, online personalities, university researchers and scholars, clergy and religious, intellectuals and philosophers.

Group D, meanwhile, has the challenge of collaborating with inspectors, economic planners, and accountants overseeing the transfers of Arbeit, Geld, and Equipment across international borders. What distinguishes Group D from the rest of 'Office VI' and everyone in 'Office VII' ("Economic Foreignization") is the nature of their activities: investors here are deeply involved in the logistical affairs of key governmental departments and ministries, the armed forces, intelligence agents, police forces, and the SSE (Socialist School Economy) of the national educational system. The military still needs the civilians to ensure the inconspicuous movement of supplies, just as the teenage students of the SSE need Equipment for their activities."

A Kontor's Office VI employs NSFIs (National-Socialized Financial Instruments) designed to be carried by personnel or by automation "Ahead of Zeit" (prior to issuance), "Within Zeit" (upon issuance), "Against Zeit" (expedited issuance), and "Without Zeit" (emergency issuance). Service Fees increase exponentially from Ahead of Zeit to Without Zeit. Scientists, engineers and researchers are carrying out experiments and designing proof of concepts. Technical patents registered and prototypes preparing to enter production. There are people committed to Vocations on the National Intranet that would like to realize their own personal technological innovations but lack the proper funding from the State or because the NSBs (National-Socialized Banks) are uninterested in offering them any Work-Tenures. Meanwhile, the Socialist Nation's SSE and the Armed Forces are both interested in purchasing special NSFIs related to the production of specific components, software, hardware, and other special orders for whatever is not already on the shelves of the VCS Economy. Then there are those looking to finance unconventional proposals with lots of Geld and more than willing to contribute Arbeit as part of their Vocations, except their efforts are too short-term and limited for conventional Work-Plans.

Office VI will need software to make statistical predictions on the likelihood on whether any of those potential investors (students, military quartermasters and logisticians, analysts and researchers, scientists and engineers) are worthy of being paid Geld for their Quality of Arbeit. It is possible for certain technological innovations to remain as conceptual ideas on a drawing board and technical flaws rendering others impractical for any large-scale production by the VCS Economy. All of that can be done with the right set of technologies wielded by Office VI.

Next, "Non-Fungible Tokens" (NFTs) are a subset of the Ethereum Cryptocurrency. The idea behind them is to turn digital data online into Commodities to be bought and sold like physical ones. There have been cases of academic literature, artwork, photographs and films being converted into Commodities vis-à-vis the NFTs' Blockchain. The problem with NFTs is that they are relying on ideas conceptualized by Friedrich von Hayek, who was already anticipating the possibility of such technologies as far back as when he and Ludwig von Mises were arguing in favor of the Economic Calculation Problem. The very concept of Cryptocurrencies themselves are dependent on von Hayek's ideas in his 1976 book, *The Denationalisation of Money*.

The proper alternative to NFTs and their Blockchain is to implement the digitized version of the Work-Standard's Equipmentalities by means of the "*Blockcycle*." The Blockcycle of those "**Digital Equipmentalities**" are dependent on the LERE (Life-Energization Reciprocal Electrification) Process where any creation of Digital Arbeit for Digital Geld online can be immediately converted into Actual Arbeit for Physical Geld at the LERE Refinery under the auspices of the Ministry of Finance. Anyone who does a secondary Vocation on the side like photography, graphic arts, academic journals, and filmmaking are applicable to this case. 'Group B' of Office III at a Kontor is capable of processing those Digital Equipmentalities:

“Equipmentalities refer to raw materials created from natural resources and can be purchased in bulk by enterprises in the production of goods and services. ‘Office III’ is split into two Groups. Group A is involved with Vocations tasked with harvesting those same natural resources, converting them into raw materials. The rest are with the Vocations of Group B, overseeing procurement of Equipmentality for the production of actual goods and services. Special arrangements can be made to allow for the transportation of strategic resources to enterprises that will be needing them. Deliveries are to be carried by regional and then local delivery units.”

There is the limited “Desert Bar” from the Hershey’s Company, a chocolate bar developed for DOD in small quantities during the Persian Gulf War. Most of them never reached US personnel due to the short duration of that conflict. The Desert Bar is a small chocolate bar designed to withstand high temperatures and can be repurposed as a chocolate fudge bar. Its Socialist equivalent is a chocolate bar capable of being baked into a slice of chocolate cake when exposed to high temperatures during the summer months as a cost-effective camping and survival dessert. Similar dessert items can also be manufactured for the winter months.

There is that one-time “Big Mac dispenser” that McDonald’s unveiled in Boston as a marketing stunt in 2017. The Big Macs were prepared on-site and stored inside a dispenser for ease of convenience. The machine itself is designed to dispense Big Macs in exchange for a Twitter handle to send an automated advertisement. Meanwhile, the Socialist equivalent is an automated dispenser accepting both Actual Geld and Digital Geld on a Smartphone app or the official website, where the order gets sent to a chosen location. Somebody receives that order, prepares the meal, and stores everything inside a specially designed Automat that keeps the meal warm until the customer arrives. Alternatively, for contexts where drive-through options are unavailable, the restaurant may deploy a Miniature Automated Tractor Vehicle (MATV) to drive into the streets, obeying all traffic rules and delivering the meal to the customer with laser-guided precision.

Speaking of laser-guided precision, there really is no point for self-driving cars and delivery trucks when it makes far greater sense for certain Enterprises within the VCS Economy to field platoons of MATVs led by a superior commander, the MARV (Miniature Automated Repair Vehicle). While MATVs are deployed for carrying out repetitive tasks, MARVs are programmed to relay commands to MATVs and can provide general repairs and maintenance if personnel are absent. Unlike a self-driving car or truck, MATVs and MARVs can specifically designed to operate inside the narrow hallways of buildings, ride a service elevator to the upper floors of skyscrapers, help janitors and housekeepers, repair and restock vending machines.

For those ordering goods from online eCommerce websites, an aerial equivalent called the C-Wing (Civilian Aerodyne Wing) is able to store packages inside of its fuselage or carried with a servo-mounted winch, can achieve either STOL (Short Takeoff and Landing) or VTOL (Vertical Takeoff and Landing) capabilities from a parking lot, and deliver the package at a laser-guided drop zone. A C-Wing, whether it is a plane or helicopter, is small enough to navigate metropolitan areas while being remote-piloted by somebody or else automated from a control room. It may not fully eradicate the State’s postal service, but it will help the postal service with any large influx of online orders and offline mail. The conceptual basis for MATVs, MARVs and C-Wings have already been developed by the Soviet Union, German Reich, and United States during the 20th century, the possibilities of which are slowly becoming actualities in the early 21st century.

And for those concerned about Climate Change or Peak Oil and for those interested in how the Socialist Nation achieves Autarky without dependency on drilling or fracking crude oil for Petroleum, there are ways of sustaining the energy needs of the Totality vis-à-vis the Work-

Standard and Office VI of the Kontore. The past two decades alone has witnessed various scattered, unfocused developments of alternative synthetic fuels that do not involve the old Fischer-Tropisch Method of creating synthetic fuel from coal. So far, nothing was fully realized on a grand scale under Liberal Capitalism because there were not enough Incentives under Supply and Demand. The Marginal Cost was too high and the return in investments too low for Kapital. The Liberal Capitalists, meanwhile, are determined to perpetuate the Urban-Rural Divide for whole countries by creating this unnecessary emphasis on Electric Vehicles and Biofuels.

The Socialist Nation is determined to develop Zero-Carbon Synthetic Fuel because it finds so much potential being left to waste in terms of research and development. The success of Zero-Carbon Synthetic Fuel creating its own Gasoline and Diesel will allow the Socialist Nation to eventually decentralize the Manufacturing Sector enough to accommodate “**3D Printing.**” Moreover, the Socialist Nation will also be able to truly declare its own independence from the Petrodollar by allowing the Socialist Student Economy, the VCS Economy, the Reciprocal-Reserve Banking System, the Council State, the National Intranet and its Military-Industrial Complex will be able to bolster their own contributions to the Life-Energy Reserve. By converting all Carbon Dioxide (CO₂) emissions into abundant sources of Gasoline and Diesel, the Autarky of the Socialist Nation can then be achieved gradually over a long-term period to include other applications like plastics and synthetic rubber. Everything hinges on finding ways of lowering costs and increasing efficiency of that production process, allowing for greater synthetic fuel production at a fraction of the required electrical power.

Total Mobilization is alive and well. The 20th century has had no bearing on it except for the Death of Bretton Woods leading to a financial nihilism where Fiat Currencies are pegged to the Schuld (Debt/Guilt) of the Debt-Standard. What is not being taken seriously and should be discussed in relation to the Political Organization Problem is the emerging conceptualization of “Financial Warfare” after the Great Recession.

D. The Strategic Logic of Technology

As we ascend the command structure of the Socialist Nation, everything becomes more generalized and more broadly defined upon arriving at the Council State itself. What keeps the Council State cognizant of what is occurring in the nation and abroad is the Intents of Command and Obedience. Direct Orders are issued with the Constitution and the Legal Code serving as the two primary modes of communications for the rest of the Socialist Nation. The Constitution conveys the Intents and Obligations, whereas the Legal Code conveys the Duties and Rights.

Any technologies deployed at the behest of the State are designed specifically for administrative functions. Those intended for the SSE are related to the educational curriculum. Meanwhile, those intended for the military, law enforcement and intelligence services. Technologies intended for combating any internal enemies shall be designed in such a way that they do not infringe on the Legal Code and the Constitution. Neither the State nor the Totality are above the law, and both are called to uphold the rule of law to maintain the Intents of Command and Obedience. This does not just apply to the physical realm but also the digital one, which is still an extension of the former.

Technology at the strategic level is intended to lead the economic and financial activities of the operational level as part of its coordination of all tactical level activities. What happens at the bottom of the chain of command is to be understood with the Intent of the superiors. Whatever happens at the top of the chain of command needs to be properly conveyed to the subordinates. And all Direct Orders are to be understood by their Explicit Intent or Implicit Intents.

For the Work-Standard, such technologies are to be designed in such a manner that the State can prop up the creation of new Industries and Sectors for the VCS Economy. They must allow the State to serve the Totality under the Constitution and Legal Code and, at the same time, ensure that the Totality will be able to return the favor. Examples include, but are not limited to:

- Ways of enhancing the efficiency of Real Trade Agreements (RTAs), with a particular emphasis on the contributions of Arbeit and generation of Geld by Enterprises operating in Liberal Capitalist regimes as well as minimizing the effects of Economic Foreignization;
- Ways of investigating, researching, developing, and manufacturing strategic resources in preparation for when the Socialist nation loses access to them. This will also entail the State financing the development of new Industries devoted to production of synthetic materials;
- Ways of keeping the Attrition/Inaction Rate within a $\pm 3\%$ threshold;
- Ways of increasing the Quality of Arbeit and decreasing the Quality of Geld among entire Industries and Sectors within the VCS Economy;
- Ways of boosting the Real Total Economic Potential (RTEP) and Real Total Financial Potential (RTFP), including the developments of newer and more refined techniques related to NSFIs (National-Socialized Financial Instruments), State Investments and Economic Foreignization;
- Ways for the Central Bank and VCS Economy to defend the Mechanization Rate, the Reciprocal-Reserve Banking System and its Life-Energy Reserve against hostile cyberattacks from within the National Intranet as part of national defense policies;
- Ways of developing vast digital defensive networks around State Commissariats, the Kontore, National-Socialized Banks (NSBs), State Banks, and the State for the transmitting of Digital Arbeit, Digital Geld and Information across international borders. Every data network needs to be reinforced by a twin-layer digital perimeter with information routes

going through digital border checkpoints and a well-fortified firewall where the Information, along with the identities of its sender and receiver, is encrypted. A long-term ambition for the Socialist Nation involves connecting its National Intranet to an entirely different international Internet, Heliopolis, a more centralized, well-organized alternative to the World Wide Web and to be governed by the World State Organization (WSO);

- And ways for the State's Financial Regime, its Socialist Student Economy (SSE), military, law enforcement and intelligence services to prepare for the emergence of Financial Warfare waged against the Socialist Nation by all hostile forces, both online and offline.

A new kind of warfare is developing in the 21st century as an outgrowth of various 20th century military doctrines. It has only reached its infancy during the height of the Great Recession in 2008 and will be expected to gradually develop over the course of the 21st century into something far greater. "Financial Warfare" is a relatively new concept that has yet to be elevated beyond rhetorical buzzword and taken seriously in Military Science. The Work-Standard is more than capable of conceptualizing Financial Warfare as a combination of Political Warfare, Psychological Warfare, Electronic Warfare, Information Warfare, Attrition Warfare, Economic Warfare and Cyberwarfare. The implications were already there in the context of the Political Organization Problem; *never* will they be apparent in the 'Economic Calculation Problem'.

As of late, Financial Warfare strategies employed since the Great Recession are waged with Kapital and Schuld. There are about four different ways a Liberal Capitalist Financial Regime engages the Socialist nation in financial combat: **raising or cutting Taxation Rates; Borrowing and Lending Kapital at low Interest Rates; printing more Kapital through methods like Quantitative Easing (QE); and issuing government bonds as an LCFI (Liberal Capitalist Financial Instrument)**. Each method corresponds to an aspect of Keynesianism, Monetarism, and the Austrian School of Economies. There are only 'Six Alls' within the Total Mobilization of Production for *Profit/Utility*: Keynesians invest all Kapital and spend all Kapital; Monetarists lend all Kapital and borrow all Kapital; and Austrians earn all Kapital and save all Kapital.

Liberal Capitalists, whether they know it or not, whether they like it or not, have found themselves in a bind. Low economic growth and low birthrates, Interest Rates at 0% or in Negative Interest, excessive spending and taxation, out of control Schuld Accumulation commensurate with Kapital Accumulation, and Financial Markets with Kapital pegged to personal opinions divorced from economic realities. Complicating everything for the Liberal Capitalists include the Coronavirus Pandemic, Climate Change, Imbalances of Trades and Payments, demographic aging and mass migrations from developing countries, political factional infighting and disruptive populists, and the emergence of automated technologies. Their propaganda denies the fact that Kapital has grown increasingly abstract since the Death of Bretton Woods. Only more of the same proposals continue to be espoused with very little room left for combining innovation and tradition. Economic Nationalists and Democratic Socialists have yet to realize that they do in fact share common interests, even if there is only a steady trickle of anecdotal evidence nowadays.

The following pertains to the various Financial Warfare strategies that have been employed since the Great Recession. Note that everything described below relied on Kapital and Schuld:

- "Currency Wars" are waged by nations determined to engage in an arms race for the most competitive Currency. The Central Banks of opposing nations devalue their Currencies, allowing them to achieve cheaper exports and more expensive imports. The Intent is to deliberately create Currency Depreciation for achieving a competitive Currency vis-à-vis foreign exchange rates, thereby ensuring Balances of Trades and Payments in this way.

- “Gold Repatriation” is not to be seen as a sign of a return to the Gold Standard but its antithesis. The Gold Standard, as it was conceived in the Bretton Woods Conference, has been dead since 1973. Even so, the US Dollar remains as the World Reserve Currency and Bretton Woods-era organizations like the IMF (International Monetary Fund) and World Bank are still around. Post-Soviet Russia, Mainland China, India and Turkey have hoarded huge stockpiles of Gold for themselves to circumvent the US Dollar hegemony, spending their US Dollars on the purchases of Gold. Such purchases by their central banks demonstrate the correlation between Kapital and Schuld, in addition to their willingness to tolerate higher rates of Currency Depreciation and Inflation.
- “Digital Currencies” are also being introduced by central banks to combat the rise of Cryptocurrencies. This is being done to help their government reassert national sovereignty within the digital realm as evidenced by the current digital infrastructure of Russia and China. It even ties in with the pursuit of alternative payment systems to bypass economic sanctions and the freezing of their finances by the Liberal Capitalists.
- “Flash Crashing” refers to a type of High-Frequency Trading (HFT) software deployed in 2010 by Navinder Singh Sarao, a computer hacker in England. Sarao allegedly created the software to cause a short-term crash in Prices at the financial markets. The software was deployed on 6 May 2010 for approximately thirty-six minutes, the damage only temporary as the Financial Markets later rebounded that same day. Although very amateurish and petty, the possibilities are there for far more sophisticated and lethal variants.
- “Speculative Attacks” are the massively sudden selling of a Currency by speculators. The Intent is not always malicious; a psychological manipulation of foreign investors in response to a perceived crisis, whether real or imaginary, is more than enough.
- “Systemic Risks” and “Financial Contagions” exploit the interconnectedness of the world order by dint of the fact that everything depends on a few organizational entities. The moment something wrong happens to a large bank is the opportunity for its woes to spread elsewhere. Such a financial crisis is made possible by Globalization and the ability of foreigners to borrow loans from foreign banks like in the Subprime Mortgage Crisis.
- “Self-Fulfilling Crisis” occurs when a financial crisis happens not from economic downturn or bad governmental policy, but because the Financial Markets are terrorized by their own self-induced pessimism. The opposite of this is an “Irrational Exuberance,” which leads to the creation of Economic Bubbles as its own financial crisis.

While no central bank as of late has considered adopting the Work-Standard, that may change as the preceding strategies either become increasingly impractical or else altered by the interplay between Arbeit and Geld. One must realize that the problems which have allowed the Financial Markets to experience the Great Depression are still alive and well. Very little has changed since then. What has changed, however, are the technologies and their potential for catastrophic levels of damage. The only thing keeping the Financial Markets afloat, besides the ability of their Parliamentary Democracies to sustain them with more Kapital and Schuld, is the overall opinion shared among its investors.

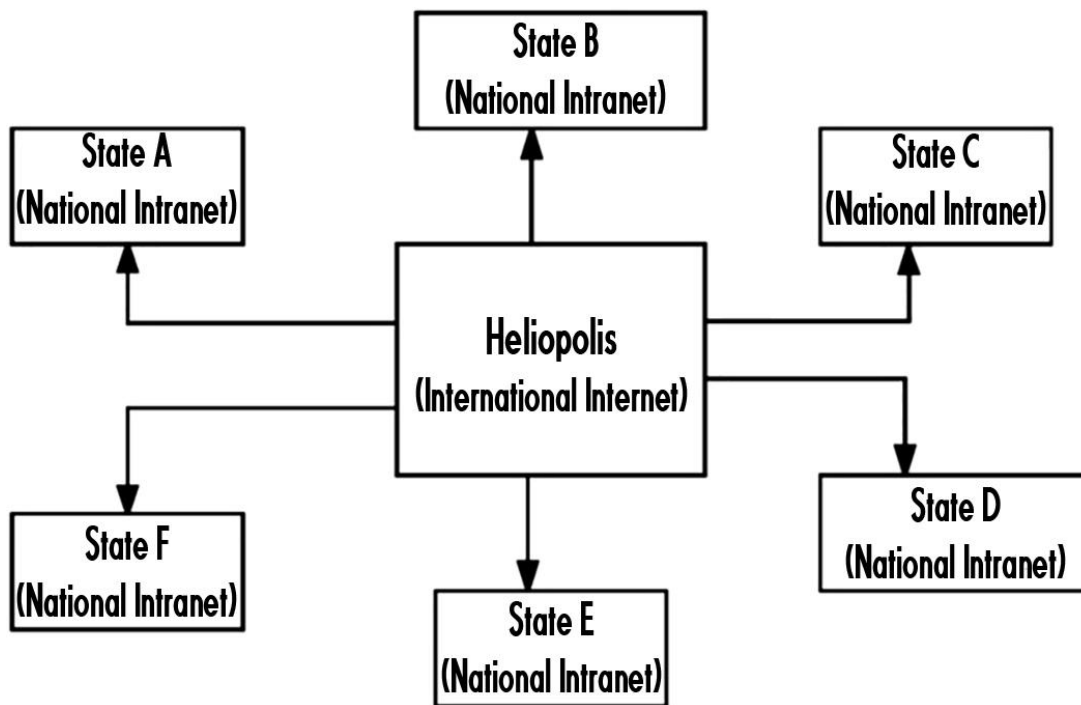
The concept of Financial Warfare is an ongoing development. It is doubtful that Liberal Capitalist Kapital and Schuld will be able to innovate further in this field, otherwise Financial Warfare would have been elevated to something more than just a rhetorical buzzword. There are plenty of opportunities for the Work-Standard to play its own decisive role in times of war *and* peace. Those opportunities have always existed and will continue to exist for the Work-Standard, allowing for the possibility redefine the economic rules of engagement originally laid

out in the 20th century. In fact, the entire 20th century continues to be a lasting case study in itself because the 20th century never ended and the 21st century has proven to be a mere continuation.

One of the catalysts for Financial Warfare's emergence is the impending changeover of the present world order. The Liberal International Economic Order (LIEO) continues to languish and very little is being done to reverse its decline by the United States or the rest of the LIEO. No nation, not even the PRC, is ready to assume the mantle of heralding a different world order. When the present world order changes, there will be a multipolar world order of shifting alliances driven by the need to define or redefine longstanding national interests.

Another is the dissolution of the World Wide Web in favor of a "Splinternet" of national Intranets connected to a centralized International Internet. Every National Intranet will establish their own presences on this Internet through a series of proxy servers and mirror websites. The stressors are economic as well financial, driven by concerns over cyberwarfare, cybercrime, cyberterrorism, Globalization and the determination among dozens of nations to reassert national sovereignty over the digital realm. The old distinctions that defined what we had called the "clear web," "deep web," and "dark web" will also change to reflect those changes. This International Internet shall be the new clear web, the national Intranets as the new deep webs, and the digital spaces separating the Internet and Intranets as the new dark web.

National culture, tradition, language, customs and norms shall be implemented online among the different Intranets. It was that American Russell Kirk who argued that every technological innovation must conform to a long-standing tradition to be imbued with any sense of Dasein. The National Intranet of the Socialist Nation shall transpose the governance of Council Democracy onto the digital realm. Whether the Socialist Nation and its Socialistic allies will finally realize Heliopolis and the World State Organization should be left as an open question for now.



Author's Diagram of Heliopolis, the International Internet of the WSO.

e. Artistic Creativity and Innovative Ingenuity with the Work-Standard

The Socialist Nation of the SMP Compendium, it should be mentioned, will *never* resemble anything like the Soviet Union, the CMEA/Warsaw Pact nations, or even the People's Republic of China. Rather, it will be going above and beyond all of those countries, Jeffersonian America, the EU/NATO and the Empire of Liberty or Liberal International Economic Order (LIEO). Everything depends on the preservation and promotion of the national culture, traditions, faiths, values, language, customs and norms. It must tenaciously challenge all forms of Liberal Capitalist psychic and psychological subversion against the Totality. The Intent of this is not because we want to be isolated from the world, but because the need for authenticity in the State of Total Mobilization demands that we stay true to ourselves and to our own way of life.

This fact was already demonstrated by the non-Marxist Socialisms, although more recently among the Marxist Socialisms who had followed suit in response to Globalization brought on by the LIEO. The PRC, the DPRK, Cuba, Laos, and Vietnam were originally part of the old Soviet Eastern Bloc, and they have all realized that they had to resist the temptation of subversive Liberal Capitalist influences and, in some cases, even the Soviets.

This “***Social Imperialism***” waged by the Soviet Union against the PRC, East Germany, Hungary, Albania, former Czechoslovakia, and former Yugoslavia is not Maoist propaganda. It must never be seen as ‘proof’ of that despicable Trotskyite rhetoric about “Degenerated Workers’ States” or even “Socialism from Above vs. Socialism from Below.” Those are all sheer nonsense espoused by the delusions of grandeur and hubris shared among the followers of Leon Trotsky.

Echoing Vladimir Lenin’s personal complaints about Socialists hypocritically espousing ‘*Socialism in words, Imperialism in deeds*’ in World War I, Oswald Spengler also wrote about Social Imperialism while *Prussianism and Socialism* in 1919:

“In days to come people will look back with amusement at the thing called ‘international socialism’ that dominates the political image of the world at present. What we are really witnessing is an International of catchwords, Marxism as a set of vapid slogans. It will be able to arouse feelings of solidarity among the workers of all nations for only a few decades, and with much less intensity than the noisy Socialist conventions and the overconfident public appeals might lead one to believe. Actually this solidarity is limited simply to the belief that it exists, and to the fact that a movement in one country often calls forth a movement in another country. But it is characteristic of a civilization so completely saturated with literature as our own that leaders of the masses, who live in a perpetual cloud of theory, can nonetheless become the instruments of powerful realities. Representatives of English, French, German, and Russian modes of life foregather at pseudo-political conventions without ever comprehending each other’s basic feelings and desires, and strive to agree on a certain minimal set of principles that they think of as supporting some common cause.”

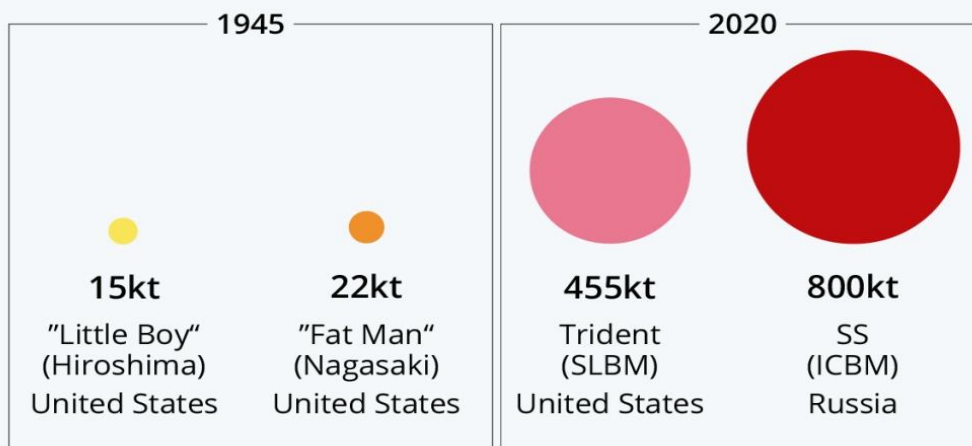
*Just how thinly overlaid our other national instinct is by these intellectual realities became clear in August 1914, when they suddenly vaporized in the course of a single day under the heat of natural and nonintellectual passions. **Socialism is something different in every country.** There are just as many labor movements as there are vital races in the spiritual*

sense, and as soon as they have finished their search for things that they hate in common, these movements find that they hate each other just as pitilessly as they hate the peoples they represent. There are Red Jacobins and Red Puritans; there is a Red Versailles and a Red Potsdam. The same gap separates Shaw and Bebel as separates Rhodes and Bismarck. All of them have tailored their garments from the same old theoretical cloth."

We still live in a post-1945 world where nations continue to maintain stockpiles of nuclear weapons that can be deployed under the worst circumstances. The Socialist Nation of the Revolutionary Realm may still be living in a world ruled by Liberal Capitalists, but one would be naïve to not expect the old hostilities between nations to disappear within a Socialist world order. There will be the usual issues of sectarian and ethnic tensions, the usual power struggles between opposing interpretations of Socialism, the usual disagreements over international borders and the determination to redraw the political map of Earth. These problems inherent within the *Authentic Dasein* –“authentic human existence”–of every nation will persist in the Socialist world order. It is important to understand this political reality sooner rather than later because all the lessons of the ‘First Cold War’ will be reintroduced into the context of “Cold Peace.” Such a ‘new-old Cold Peace’ in the Socialist world order shall teeter between the brink of a ‘new-old Hot Peace’ and that of a ‘Second Cold War’ that can become another World War.

Nuclear weapons in 1945 and 2020 in comparison

Estimated yield of nuclear weapons in kilotons, TBT equivalent

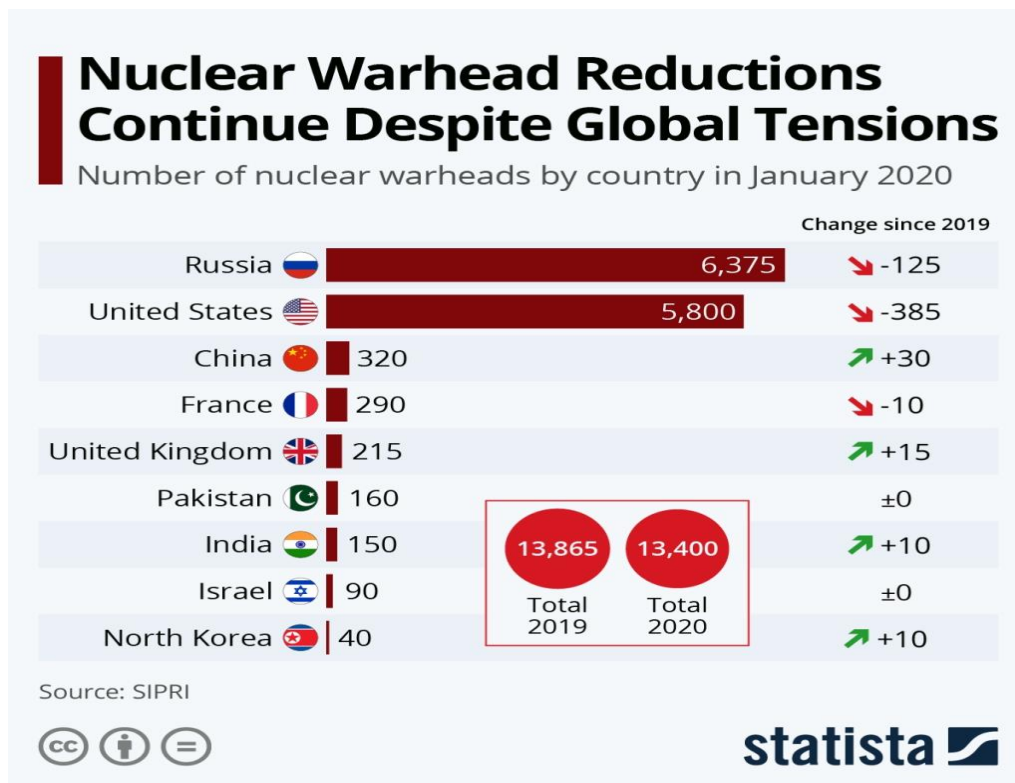


SLBM = Submarine launched ballistic missile

ICBM = Intercontinental ballistic missile

Source: The Economist





What lessons shall the Socialist Nation learn as it continues to exist in the midst of Thomas Jefferson's Empire of Liberty? Why is it so important for the People's Party and their Council State to preserve and promote the national culture, tradition, values, social customs and norms? Are there any ways for the Socialist Nation to creatively and artistically express itself through its own everyday technologies, including electronics, appliances, and other technical innovations?

Political Organization Problem's Foreclosure on Economic Calculation

The Political Organization Problem will continue to exist as the more suitable alternative to the Economic Calculation Problem. The Socialist Nation prefers the former over the latter, and it is demonstrated by the manner in which its VCS Planned/Command Economy is organized.

The VCS Economy does not adhere to a central plan from the economic planners where everybody must create goods and services of questionable quality in vast quantities. There is in fact a distinction between the "Central Planners" at the Ministries of Economics and Finance and the "Economic Planners" embedded across all State-Administered, State-Owned, and National-Socialized Enterprises. Rather than a single, binding economic plan, we issue individual Work-Plans and Work-Tenures as financial instruments revolving around Arbeit and Geld.

The State Commissars of the State Commissariats of Wages and Prices are closest that our national judicial system will ever be within economic life. The VCS Economy relays information to the State Commissariats through the delegates in a functioning Council Democracy in order to oversee the changes to proposed Wages for Paygrades and Prices for goods and services. The Kontore now operates on the Arbeit and Geld of NSFIs (National-Socialized Financial Instruments) as opposed to the Kapital and Schuld of LCFIs (Liberal Capitalist Financial Instruments) among the Liberal Capitalists' Financial Markets. Thus, the Financial Markets are

no longer necessary. Any promising NSFIs should be evaluated by the State and their overall effectiveness judged by the Totality.

It is not in the Duties of the Economic Planners to decide how many goods and services should be produced. The Industries within the Economic Sectors will produce as much as they need for their “Tournaments.” A Tournament refers to any “market” that operates under the Work-Standard and the Intents of Command and Obedience, where whole Enterprises compete for the highest-possible Rank through the best-possible Quality of Arbeit for the lowest-possible Quality of Geld. This involves producing adequate Sustainability in the production of goods and services, ensuring that the Quality of all goods and services maintains a steady pace with the Frequency of transactions for those same goods and services.

Our Tournaments are real places for Enterprises to compete because, unlike Liberal Capitalists, we are appalled by the Liberal Capitalist conception of competition, the Economic Darwinism behind the Free Market’s Spontaneous Order of Natural Selection. In the Free Market, those perceived to be “uncompetitive” (i.e. contributing the least Kapital for the most Schuld, especially those more attuned to Arbeit and Geld) are always privatized and eventually eliminated altogether from the “commands” of Market/Mixed Economy. Meanwhile, the essence of our markets as Tournaments is rooted in the fact that, like real sports tournaments, nobody in their right mind massacres an entire sports team for not performing as well as their competitors.

There will always be ways for the State Commissars at the State Commissariats of Wages and Prices to consider a *Transvaluation of All Arbeit*, questioning the vocational administrators and civil servants at the affected Enterprise on whether they found their Vocations in Life. Any Enterprise that does not perform as well as their competitors at every Tournament shall never be privatized, expropriating the Totality with the introduction of absurd Taxation. *They can only be dissolved by the approvals of the Enterprises’ Administrators and Civil Servants in a majority vote at the workspace, the Economic Planners ordered by the State Commissariats to attend a Bankruptcy Court as an official court order under the Intents of Command and Obedience.*

Every Enterprise, so long as they remain committed to their Authentic Dasein, will always remain active. Our Economic Planners share the same Duties to look for ways to improve the Quality of Arbeit at the workspaces and listening to the concerns of the Vocational Civil Servants. If they cannot do that, the State should be given the power to relieve them of their Duties for failing to uphold basic democratic practices in the VCS Economy.

On the Diversification of Production in Goods and Services

Suppose there is an abundance of goods and services for the entire Socialist Nation, even though some of them are being exported abroad and the rest stockpiled. While the Economic Planners could ‘scale back production’ by letting go of certain people employed at an automotive assembly plant, why should they? Why would the Economic Planners carelessly destroy such valuable, high-paying Vocations all because it is somehow ‘cheaper’ to build automobiles with Automation? Why must the Socialist Nation continue insisting that unemployment and underemployment do not exist once the basic minimum of production has been exceeded?

Whenever and wherever the Socialist Nation’s production capacity exceeds the number goods and services required by the Totality and the State, a new Implicit Intent emerges. The possibility is there for the Enterprises of whole Industries to consider creating custom-built designs tailored to the specific Ranks within the hierarchical command structure. Economic Planners should realize that when the basic minimum is exceeded, their Enterprises will begin production

on unique, decorative and ornate variants of their manufactured goods. Such activities should be supported by them and the State because they offer additional sources of Arbeit and Geld.

- The Agricultural and Livestock Industries would like to cultivate agricultural products in inhospitable environments and storages for long periods, helping their livestock ward off pests and diseases, and providing healthier food menu options will be pursued.
- The Fishing and Meatpacking Industries are looking into ways to minimize overfishing and overhunting, cultivating special environmental preserves where the Socialist nation can replenish populations before releasing them back into the wild.
- The Mining and Lumber Industries is reorganizing production processes where the Socialist nation will preserve its forests and minimize overconsumption of metals and rare materials as possible. They will also look into minimizing environmental degradation by the development of alchemical-like technologies that can turn base metals into a different base metal.
- The Energy Production Industries are constantly focused on improving the quality of zero-carbon synthetic fuels and ways of closing the nuclear fuel cycle. They will be looking into ways to convert spent nuclear fuel to create electrical power and even the transmutation of a base metal into another.
- The Automotive Industry is experimenting with unconventional, unusual vehicle designs that could yield technological breakthroughs someday. Spare replacement parts may be ordered by motorists interested in modifying their cars, trucks, motorcycles and SUVs. Not every vehicle in our streets and highways should have to look the same.
- The Computer Electronics Industry is developing custom-built, handcrafted electronics, analog and digital devices. Everything like spare parts for building PC desktops from scratch to unconventional designs is being repurposed. Moreover, the Furniture Industry, when it is not mass-producing furniture, has its artisans building handmade furnishings.
- The Toy Industry is creating toys distinct from those found in other countries. And the Video Gaming Industry may consider offering their game engines to gamers interested in developing Machinimas on behalf of a Kontor's Office VI or even a video game modification, otherwise known as a "mod." There were some video game mods in the late 1990s and early 2000s that later became their own video games.
- The Restaurant Industries may consider refining their culinary dishes with the latest preservation and preparation techniques. New food items purchased today may potentially become iconic staples of the Socialist nation for international observers tomorrow.

Below are a few more examples where we can expect the VCS Economy to find additional sources of Arbeit and Geld for the economic planners to also consider:

- *Civil Service Uniforms and National Educational Uniforms:* The boys and girls in our national educational system wear an official school uniform as well as in our Socialist Student Economy (SSE). Such Prussian uniforms and regulations continue into the university campuses and the workspaces of the VCS Economy. Garments Industry produces these uniforms to remind everyone that every Vocation is an official function of the State. They are looking into ways to develop synthetic fabrics on grounds of Autarky.
- *Cultural Festivities and Youth Gatherings:* On certain days of the year, the Socialist Nation hosts cultural festivals and processions that do not necessarily have a political context because they are a part of our national culture and tradition. There will be opportunities for

us to invite foreigners for cultural exchanges. Our SSE hosts youth rallies and gatherings dedicated to Socialization in the countryside, giving the urban youths their opportunities to attend summer camps and avoid an afterschool life of petty street crimes.

- *Foreign Tourism and Religious Pilgrimages:* The Socialist Nation may have landmarks and memorials to certain historical figures unconnected to the People's Party but nevertheless share the values and worldview of the People's Party and its United Front. There may be occasions where the central government may allow foreign tourists to visit and film cultural and architectural achievements. And there are also occasions where there are religious sites of the Catholic faith for instance. Like the Cultural Festivities, they will contribute far more Arbeit if such processions reflect our culture and values. The tourists and pilgrims need to be catered to by the Tourism and Hospitality Industries as well as other Industries specializing in aircraft, trains, ships and public transportation.
- *Ceremonial Guard of Honor:* The Socialist Nation has important monuments and memorial sites to prominent war heroes and important historical figures. They do not necessarily have to be directly connected to the People's Party. Our Armed Forces have special military formations tasked with being the ceremonial guards for these sites.
- *The United Front of the People's Party:* Council Democracy under the Socialist nation disregards the "Left-Right Political Spectrum" and its "Authoritarian/Libertarian Axis" as Liberal Capitalist propaganda. It undermines our Democracy, corroding the social trust and social bonds of the Totality and rendering the Totality vulnerable to the rhetoric of demagogues advocating for so-called "free market reforms." Every citizen has a Duty to oppose all subversive influences which threaten to divide the political forces rallying around the "United Front" of the People's Party. This United Front advocates for political pluralism by including Conservatives, Nationalists, Traditionalists, Ultramontanes, Statists, Authoritarians, Anarchs, and Environmentalists in the State Council and Electoral College. They embody the other qualities that the Socialist nation must strive to uphold.

As with Monetary Creation/Contraction, the possibilities presented by the *Schwerpunkt* are endless here. The Intent should be obvious by now: there is plenty of opportunities for Arbeit to be contributed and Geld to be generated in the production of more unique and artisan goods and services. We do not have to be creating the same goods and services or repeating them same production process every single time. We can contribute Arbeit and generate Geld by through experimentation, innovation *and* achieve technological breakthroughs. After all, the Central Planners and the Central Bank are still going to expect results because a competitively cooperative spirit of innovation and tradition defines the VCS Economy.

f. Expressing Identities through Technology

The Hamiltonian Federalist, Prussian or Bolshevik way of developing Technology is to build applications that can truly last and not be quickly rendered obsolete due to faulty design flaws. Technology is not a politically neutral entity, nor should anyone be unaware of the fact that philosophers can project their own ideas onto specific technical designs and applications. Anyone who continues to believe that Technology is somehow ‘apolitical’ will never understand why it is a common propaganda meme for Liberal Capitalists to claim that Socialism is “unsophisticated,” “uncivilized,” or “backwards.” The argument by this meme claims that any country adopting Socialism is incapable of being innovative, forward-thinking, and revolutionary in the technological sense. What the Liberal Capitalists do not know is that the People’s Party and their Socialist Nation are fully aware of the fact that the Work-Standard entails a Socialist Finance, Technology and Fintech embodied by the Figure of the Arbeiter from Ernst Jünger’s *Der Arbeiter*.

Today in the early 21st century, there are well-known forms of “Liberal Capitalist Technologies” (LCTs)” which have no place in the affairs of the Socialist Nation as well as “Foreign Socialist Technologies” (FSTs)” imported from other countries. LCTs and FSTs both stand out from their domestically-produced counterparts because they reflect the psychic and psychological conditions of those who had contributed to its creation.

For instance, American automotive industries, beginning with the General Motors Company, had developed automobiles to be sold each year by only having their outward cosmetic appearances changed. Very few, if any, improvements or modifications were made to these newer models in a process that GMC executive Alfred P. Sloan Jr. borrowed from the bicycle industry called “Dynamic Obsolescence” (or more commonly known as “Planned Obsolescence”). Planned Obsolescence is when any finished good or product was designed with an artificially short service life in order to allow privatized commercial firms to achieve the greatest Quantity of Kapital through an increased Frequency of replacements for the lowest Quantity of Schuld. It strongly resembles the Liberal Capitalist conception of history, where economic life follows a linear, progressively straight line as opposed to the Socialistic spiral or cyclical conceptions of history.

Smartphone manufacturers have also emulated “Planned Obsolescence,” given the constant releases of countless different iPhone models. It is possible that there are other kinds of Liberal Capitalist electronics being designed to force people on a linear path of progression outlined in the Liberal Capitalist conception of history.

Social media platforms are being designed to create a linear path of progressive addiction in its users. This is evidenced by how young people in America and the broader Western world are addicted to their smartphones and having drastically shorter attention spans as a consequence. Instagram for instance is designed to create self-esteem and self-confidence issues among teenage girls by subjecting their online experiences to the “Keynesian Beauty Contest” from Chapter 12 of John Maynard Keynes’ *The General Theory of Employment, Interest, and Money*.

Post-9/11 mass surveillance are now capable of datamining personal information online for conversions into Kapital and Schuld by means of personalized advertisements. Such mass surveillance systems have been relied on by data analytics to control the political-economic decision-making process of a Totality living under Liberal Capitalist regimes. Worse, personal information is being gathered on everyday people in America and the Western world without their consent and their foreknowledge. Their personal information is literally being expropriated from them in order to sell them goods and services that they neither truly needed nor truly wanted. Here,

we find yet another example of Liberal Capitalist ideology's "Freedom-Security Dialectic," where the inward unfreedom and inwardly insecurity reigns within the Individual and kept hidden behind a pretty veneer of outward freedom and outward security.

There are Liberal Capitalist fashion and cultural trends that were brought into existence one day and were immediately rendered archaic later on by future generations because those trends lacked any sense of continuity in the values of any known national culture or tradition. Rather, these trends came and went because the advertising and mass communications firms in Liberal Capitalist regimes had introduced them for Kapital. The people who adopted those temporary trends did so not because they wanted to change the national culture or tradition, but because they wanted 'to be different' as an Individual controlled by the propagation of Kapital and Schuld.

Liberal Capitalist Technology demonstrates absolute disregard for our Socialist nation's culture, traditions, social customs and norms, family, community and faith-based values, and ancestral heritage. The people who designed them do not care about *the highest-possible Quality of Arbeit for the lowest-possible Quality of Geld*; they care far more about generating the greatest Quantity of Kapital for the lowest Quantity of Schuld. Our scientists and engineers help the Work-Standard when they contribute to the development of Technology capable of facilitating Arbeit and Geld. Our artists, scholars and philosophers achieve far more Arbeit and Geld when they are helping our scientists and engineers with any proof of concept and prototype. Our Technology must adhere to the distinct manner in which we live our lives.

True Socialist Technology shall last longer than any trend or fad peddled by Thomas Jefferson's Empire of Liberty. We may seem 'backwards', 'uncivilized' or 'unsophisticated' to people living in the Empire of Liberty, but at least our Technology helps us retain our inward sense of Authentic Choice in the State of Total Mobilization. Production for *Dasein* does not entail manufacturing technologies which do not last or allowing the manufacturers themselves to develop technologies that eliminate Arbeit and Geld in favor of Kapital and Schuld. Our electronics and finished goods are made on assembly lines where people produce the basic essentials before moving to develop their own custom-built variants, subvariants and derivatives. It is part of the same Intent behind why our State Commissariats strongly supporting manufacturers that strive for high-quality products with superior artisan craftsmanship. Our Council State supports them in their efforts to create the most unique works of art through creative ingenuity and tradition.

Take some time to tour our cities *and* our countryside. Our architects design the parishes, cathedrals, school, universities, homes and apartments, shops, restaurants, and town squares in this country according to Gothic, Baroque, Classicism, and Heroic Realism. Strength and beauty define the structures and we strive to ensure that our skyscrapers reflect those architectural design philosophies. Our residential homes are not cheaply made out of wood and bricks, but stone and granite. They may not be as large when compared to an American McMansion, but they are nonetheless spacious enough to be multigenerational and survive will wars and natural disasters.

The homes in Jeffersonian America, by contrast, are not even worth their Prices anymore. They are so cheaply made, impractical with living space, and cannot even house up to three generations. When tornadoes or hurricanes strike, they are reduced to a sorry pile of rubble. When fires break out, very little will remain, and everything still standing will have to be torn down and rebuilt from the ground up again. If such homes cannot withstand fires or natural disasters, how well will they fare in a war? Can they withstand large caliber bullets, unguided rockets and shells, a multi-ton armored vehicle ramming through its walls, or a burning plane slamming against its roof? These questions will never be addressed nor even answered in a "real estate market."

But one may be inclined to ask ‘how we are going to keep up with the Empire of Liberty?’ The most obvious step is to never compare us to the Jeffersonians, always remembering that they are the ones who have drowned in the Schuld of their own Kapital Accumulation. We, on the other hand, will be unleashing the Figure of the Arbeiter and its Technology to mobilize our nation and the entire world once the Jeffersonians exhaust themselves to the point of being absurd.

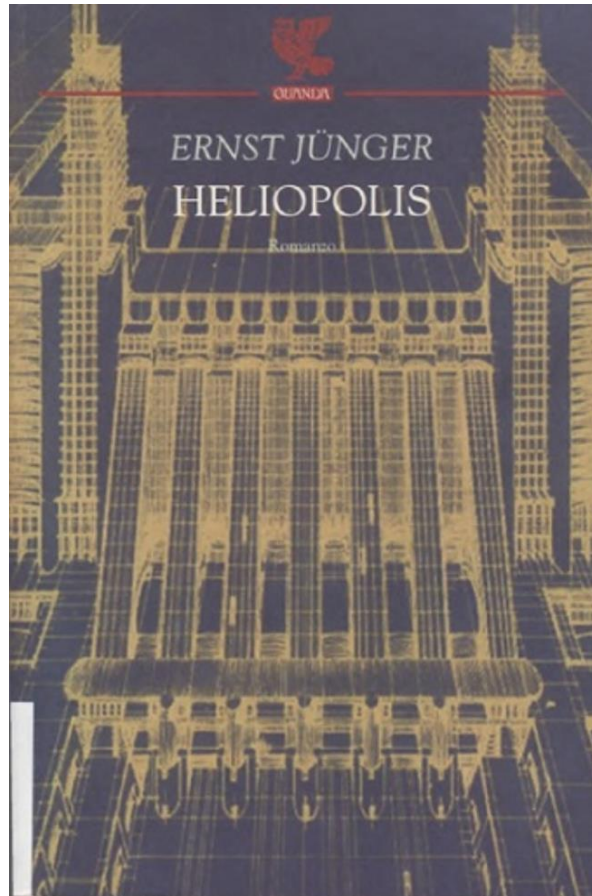
The Arbeiter has a special Vocation unlike the rest of the Totality. His Intent is to develop a Technology where we can ‘electrify’ our own Arbeit and Geld, tremendously boosting our Quality of Arbeit and reducing our Quality of Geld. Such Technology is always unaccounted in the Mechanization Rate of the Central Bank. Yes, that is correct: *the Technology of the Arbeiter was never meant to be accounted in the Mechanization Rate of the Central Bank*. The Arbeiter’s Technology is a cyclical spiral centered on Arbeit and Geld, capable of electrifying his own Arbeit and Geld through the unmanned or pre-programed operations of MATVs, MARVs, Command MATVs, and C-Wings. That will save the Quality of Arbeit, avoid the excesses of a high Mechanization Rate (*which will unjustly and wrongly destroy valuable Vocations, increasing the risks of a Recession*), and ensure the Attrition/Inaction Rate stays within normal bounds.

The Arbeiter and its Technology is responsible for the conversions of Digital Arbeit and Digital Geld into actual Arbeit and Geld through the LERE (Life-Energization Reciprocal Electrification) Process. Every form of Arbeit done by the Arbeiter’s MATVs, MARVs, Command MATVs and C-Wings receive a well-encrypted LERE-Stamp denoting the Intent of their activities and the Quality of their own achievements with the Arbeiter. The Socialist Nation can and will see to it that the untapped potential of the Arbeiter is realized because the Work-Standard encourages it. That is how the Socialist Nation is going to ward these Liberal Capitalist Technologies: developing reliable and unique alternatives just as how the Work-Standard relies on the revolutionary Art of Socialist Finance and socialist Fintech.

g. Project Cybersyn and Ernst Jünger's 'Phonophores' and 'Luminar'

It is generally agreed that the Internet and smartphones are ubiquitous aspects of everyday life in the early 21st century. Everyone uses the Internet to connect with others and everyone else browses on their smartphone when the opportunity arises. It is possible that somebody may be reading this Entry in the Compendium on their computer or mobile device somewhere. If one wishes to reinterpret the contemporary world, we are still living within the broader backdrop of the 20th century. Today's circumstances may seem different, but so much of everyday life has been impacted by an aspect of the previous century in one capacity or another.

For unknown to most people, these technologies which have taken for granted were anticipated as far back as the 1940s by Ernst Jünger in his novel, *Heliopolis*. In that particular book, Jünger depicted a future world where humanity carried smartphone-like devices called "Phonophores" that were connected to an Internet-like app called the "Luminar."



Such technologies were depicted again in his 1977 novel, *Eumeswil*, which depicted that same future world in which its setting can be best described as 'post-apocalyptic'. The Luminar app enabled its main character to 'travel back in time' and witness how history unfolded as part of his own personal research as an historian. An English translation on a website devoted to Jünger's Bibliography was very adamant about its significance in the contemporary world:

“Anyone who has read Heliopolis, Jünger’s first futuristic novel, should not be surprised by the title of this blog and the embedded lecture. These readers already know that an apparatus with almost identical functions to today’s smartphones appeared in this novel way back in 1949.

A pity that the speaker, after so convincingly explaining the remarkable parallels between the phonophore and smart phone/internet, seems to feel obliged to discover some flaws in Jünger’s vision – but then the speaker is after all German and the visionary is Ernst Jünger, their own beloved national scapegoat.

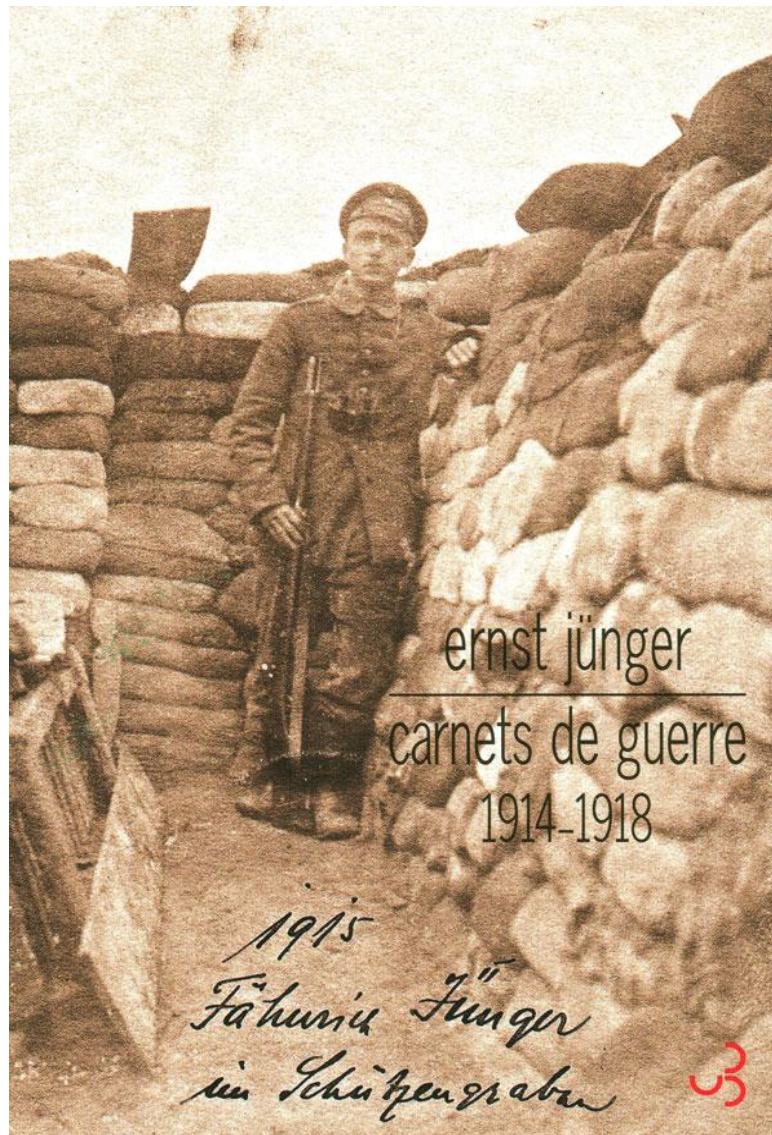
But ignoring for the moment that any vision of 2010 from 1949 is bound to contain some inaccuracies, I still do not agree that there is an essential difference between today’s reality and Jünger’s view of media in Heliopolis. That is, that a central monopolisation and hierarchy of address and response functions does implicitly exist in the phonophore network or internet, as it is called in our world.

Those who believe in the opposite, in real decentralization, freedom and democracy of the internet, live in ignorance of the underlying power structures of this world and their powerful social conditioning instruments. As with any tool, it is the chosen use which determines its value to man, not any intrinsic property of it. And of all its potential uses, the internet has become above all a principal vector of social conditioning in our world. And that is always hierarchical.

Which is not to say that the internet, like the phonophore network and the Luminar of Eumeswil, cannot be leveraged by individuals by their own genuine advantage. It all depends on the user, not the tool. Only an individual – and never a society – can ever hope to be free and ‘unruled from above’ – that is to say literally, an an-arch.”

[For those who are interested in tracking down the source, there is a rough English translation of where the Phonophore and Luminar both appeared on that the same blog.](#)

It would not be too much of an overstatement here to suggest that Jünger did not just predict the advent of a world connected to the Internet and having smartphones around for everyday use. He essentially saw the development of emerging technologies in general during his wartime experiences in the First World War, writing about their growing role in the Western world throughout the 20th century.



Ernst Jünger in the Trenches of World War I

The early 20th century saw rapid developments in automatically-operated machinery that did not require manual operation by humans. Conceptualized theories and devised technologies from the period were shaped by preceding developments in the 19th century. This observation is discernible among the nations involved in the two World Wars, where weaponry, motorized vehicles, aircraft and warships filled a niche bridging what came beforehand and what came afterward in the Cold War and beyond. But computer technologies grew up alongside nuclear technologies against the backdrop of the Cold War in the late 20th century.

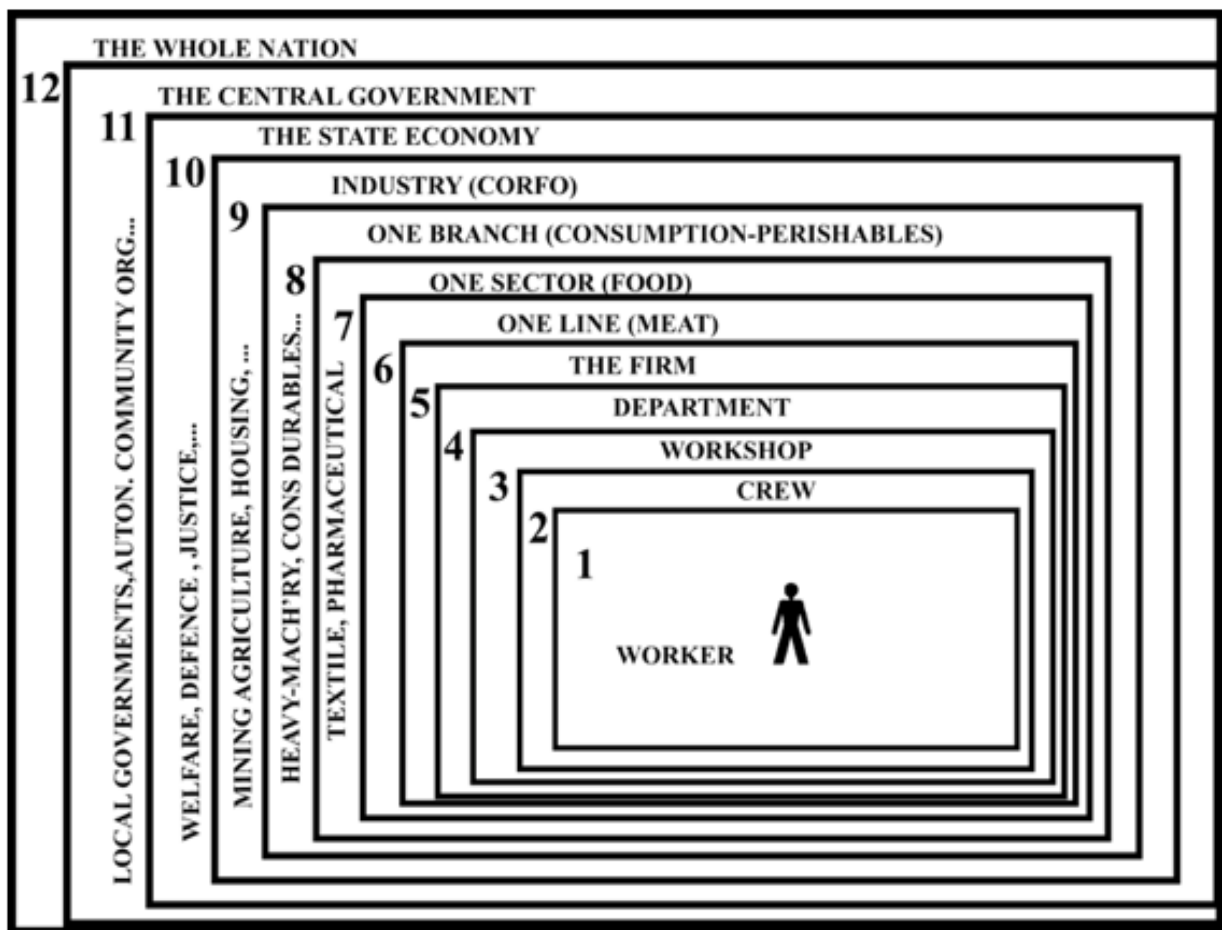
The secret to understanding how Jünger foresaw the later appearances of the Internet and smartphones was that they came as the result of his observations in the essay “Total Mobilization,” the topics of which were later expanded in *Der Arbeiter*. While the technological developments of *Der Arbeiter* may have been on the cutting edge in the 1930s, Total Mobilization itself was normalized and not just because of the Cold War. In essence, Total Mobilization in the late 20th century erased the distinctions between “peacetime mobilization” and “wartime

mobilization.” The growing complexities of everyday life had set the precedent for any government to direct and guide the affairs of national economies toward specific goals.

The most important topic that Jünger discussed in *Der Arbeiter*, what would later become increasingly relevant by the 21st century, is the transdisciplinary field of Cybernetics. Cybernetics concerns the role of automatic control systems and their interactions between humans and the machinery. The general premise behind Cybernetics is that humanity can achieve far more by working alongside machinery as opposed to working without them or vice versa as some proponents of automation and artificial intelligence have suggested. Computers and smartphones are common examples of Cybernetic technologies because Cybernetics in general offers the ability to send, receive, store, and process information within a feedback loop that can translate into an actual process of organization and decision-making.

One of the notable contributions to Cybernetic technologies in the Cold War has been *Proyecto Synco* (*Sistema de Información y Control*; Project Cybersyn) of Salvador Allende’s Chile. The intended purpose behind Cybersyn was to allow the Chilean government to relay information about the overall state of the national economy and monitor its performance from given trends and making predictions based on simulations.

The operating software relied on the “Viable System Model” of Stafford Beer, who founded the subfield of Management Cybernetics in his 1972 book, *Brain of the Firm*. Cybersyn was in many respects an attempt at realizing the Viable System Model as a practical application.



It functioned as a network of hundreds of telex typewriters, the pre-Internet precursor to the fax machine and later emailing, organizing them as a “Cybernet.” The Cybernet operated on a software program called “Cyberstride,” which transmitted information on specific firms and sectors of the Chilean economy to a government office in Santiago. Should something happen to a particular firm or sector at a given point in time, the government office was notified.



This office in particular was the “Operation Room,” a hexagonal-shaped room with seven tulip swivel-chairs featuring built-in buttons at the armrests. The buttons controlled various panels denoting the different sectors of the economy and screens depicting prepared graphs and slides sent from the Cybernet. The swivel-chairs themselves were arranged in a manner where everyone faced each other, so that when a vote on a state of the economy was decided, the seventh person will be able to break any potential tie in the casted votes.

While the technologies may seem rudimentary by today’s standards, the concepts that went into the specifications of Cybersyn are a basic example of the general procedures behind Council Democracy. The implications alone demonstrate what can be seen as an early foray into a rudimentary form of the Work-Standard’s MTEP (Mission-Type Economic Planning) as part of a Vocational Civil Service (VCS) Economy. It is more realistic to expect that MTEP to rely on a more advanced technology that draws on a different conception of political-economic organization and governance. Even so, it may be possible that Cybersyn could have gone in that direction if Allende’s government survived long enough for a new version to be developed.

h. The Internet, the Y2K Bug, and the Work-Standard's Mechanization Rate

Information technologies grew up alongside nuclear technologies in the wake of the Second World War. The most obvious example of their pervasive importance is of course the World Wide Web (WWW). The WWW is the digital medium that everyone uses whenever they are referring to the Internet. Its emergence in the 1990s came as a result of decades of research into Cybernetics and the role of information technologies during the height of the “Cold War,” the continuation of World War II under an entirely different name.

The late 20th century saw rapid developments across many different technologies as the transdisciplinary field of Cybernetics was increasingly being explored on both sides of the Iron Curtain. The realm of information technologies reached their infancy as a viable model of Economic Governance around the Death of Bretton Woods, which was between the late 1960s and early 1970s. This was also the period of Détente when the Cold War (Read: World War II) was being normalized until it finally came to an end by an official peace treaty in 1990. The computers in use between the 1960s and 1990s were unlike those which are so commonplace in the early 21st century. The older ones were massive machines that took up an entire room, their storage capacity too small and their overall Prices indicative of impracticality for everyday uses outside of government bureaucracies. In fact, it was because of those circumstances that the infamous “Y2K Bug” was allowed to become sensational enough to later pave the way for the Dot-Com Bubble.

For those who were born after 2000, the Y2K Bug was a computer error caused by the dating system relying on two-digit years rather than four-digit years. A computer prior to Y2K rarely composed the date as “MM/DD/YYYY” to generate an output of 12/31/1999 to indicate “December 31, 1999.” Again, the memory capacities of computers, particularly those that needed to store large amounts of data, were too small and too expensive to make four-digit years practical. Computer scientists in the late 20th century chose two-digit years as a stopgap measure, convinced that the affected computers would become obsolete before 2000. Their reasoning behind the use of two-digit years at the time was that, given the rapid advancement of computer and information technologies since the Death of Bretton Woods, these affected computers would be replaced by newer computers that have enough memory capacity to render the Y2K Bug ‘obsolete.’ Unfortunately, this sort of reasoning is just more of the same one-sided Liberal Capitalist thinking characteristic of having a linear perception of Life itself.

Thus, instead of “MM/DD/YYYY,” they programmed the computers to read the output for “MM/DD/YY” as “December 31, XX99.” The rollover after ‘99’, however, raises all kinds of questions. Yes, average people can figure out that the day after December 31, 1999 will be January 1, 2000, but what about the computer? Will the computer register the rollover year as “1900” or perhaps “19100” (Read: 19/00)? These flaws only became discernible by the 1990s, when the Y2K Bug was being taken seriously. Anyone who was alive then remembers the panic of this sudden realization and the subsequent push to have all computer systems “Y2K compliant.”

The WWW was already in its early years when the Y2K Bug began to receive the attention that it deserved. In a time before social media and proposals to develop near-absolute overdependency on the WWW, the “Internet-of-Things (IOT),” the transmission of information on the Internet in the 1990s was scant. Fewer people were on the Internet during those days, which accounts for why the historical record on the Internet from that period is so scarce or at risk of

being forever lost. Although one could browse the old news archives from that period, there really is no Internet-only website or blog still operational whose origins can be traced back to the 1990s. What is commonly understood by most people about the Y2K Bug by average people on the Internet came from hindsight *after* 2000, rather than from foresight *before* 2000.

There is an instructive lesson to be learned from the Y2K Bug with implications related to the proliferation of disinformation and mass surveillance on social media. In essence, everyone knows how information technologies have become increasingly prominent in their own everyday lives. Anyone reading this Entry on their PC, smartphone or any other device have access to the WWW on those same devices. The greater availability and accessibility of the WWW came as a result of subsequent advancements in information technologies like WIFI and Cloud computing, allowing greater coverage for wireless devices like gaming consoles and smartphones, and enabling whole countries to become more interconnected. Like Petroleum and US Dollars, the WWW has become so commonplace that humanity somehow 'losing' access to it seems unfathomable for young people who grew up without any memories of life before the WWW.

The very notion of abandoning the WWW in favor of another Internet would seem outlandish for some people until they realize that this possibility was already being anticipated by governments and telecommunications firms as far back as the 1990s. Similar sentiments will no doubt manifest themselves as the Socialist Nation establishes its National Intranet and connects its digital infrastructure to another International Internet, Heliopolis. What distinguishes Heliopolis from the WWW is its ability to exhibit the characteristics of "Internet Balkanization," an offline decentralization of the Internet into Intranets owned by their respective governments. This is already the case among the internal networks of universities, institutions, governments, and organizations. What Internet Balkanization entails is the concept of the Internet 'splintering off into National Intranets connected to an International Intranet.'

From there, the Socialist Nation's National Intranet can be further compartmentalized to insulate its digital infrastructure against external and internal cyberattacks, cyberterrorism and cybercrime, deterring them from affecting Financial Regime's Mechanization Rate, the LERE Refineries and the online Tournaments of the VCS Economy and SSE. This Financial Warfare-capable feature deserves its fitting designation as "Splinternet" as it cannot be created by conventional firewalls, cyberdefenses and anti-malware software under the Political Organization Problem. The best way to comprehend its realization as a "Early Warning Cyberdefense System" begins with somebody logging onto the Socialist Nation's National Intranet from one of three entry points: the "Clear Web" (Heliopolis or WWW); the "Deep Web" (other Intranets); and the "Dark Web" (software designed to illegally infiltrate or invade the National Intranet). The latter is where the Splinternet becomes increasingly relevant to the Y2K Bug because "Zero-Day Exploits" will also be identified by the Splinternet as entering the National Intranet from the Dark Web itself.

As computer hackers and their malware breach the Socialist Nation's digital borders, the Splinternet is designed to limit their attacks to specific targets instead of the entire National Intranet. These targets could just as easily be decoys or traps capable of exposing their presences to other cyberdefenses. No hacker can access, let alone explore, the entirety of the National Intranet without attacking entire perimeters of cyberdefenses that become increasingly difficult to overcome before they can finally attack the LERE or even LER Processes. They will also have to navigate the digital infrastructure being split between the SSE, the VCS Economy, the Reciprocal-Reserve Banking System, and the Council State, and all four of which have their own segments of the National Intranet divided into smaller segments of networks and servers. Any suspicious activities will immediately set off the Splinternet and put the Socialist Nation on high alert.

Recent examples of this trend include the “Great Firewall” in Mainland China and the more recent “Sovereign Internet Law” passed in Russia. It is also possible that Cybersyn’s capabilities could be further bolstered by a concept like the Splinternet. Although some may find this proposal to be somewhat preposterous, malware and cyberattacks are not the only conditions tantamount to warranting the need for a Splinternet. Another challenge to the WWW’s hegemony is the widespread proliferation of trivial information, the inability of institutions, technology firms, and governments to filter the flow of information because information on the WWW grows exponentially to the point that nobody can keep track of anything. The latter has provided the impetus for the development of data mining and analytics to gather information, sort out the reliable from the unreliable, and draw conclusions based on their implications. Not to mention the common usage of search engine browsers like Google to navigate and sift through the information.

Furthermore, the Splinternet is compatible with the digital infrastructure of the National Intranet. For the International Internet, Heliopolis, its own infrastructure will be overseen by the WSO, as concluded earlier. The WWW in its current form by contrast is too ill-suited for such an arrangement due to how it was deliberately designed to ignore any and all considerations for national boundaries within the digital realm. This is because what passes as social media and “eCommerce” will assume different characteristics, capabilities and organizational structures under the Work-Standard in order to be compatible with the LERE Process. For eCommerce, rather than replacing the vast majority of offline economic and financial activities, the LERE Process promotes the integration of online activities with the offline ones. LERE Refineries will serve the means by which the Central Bank extends its Mechanization Rate to include Digital Arbeit.

The Mechanization Rate will then be capable of achieving what the Interest Rate was originally intended for, which is *to control the rates at which Currency Depreciation/Appreciation vis-à-vis the Attrition/Inaction Rate*, in addition to rendering the Interest Rate itself obsolete. Here, the old dynamics of Usury fades and in turn a different dynamic over the question of humanity and their technologies, which Ernst Jünger had anticipated in *Der Arbeiter*, emerges. The significance of the Work-Standard’s Mechanization Rate comes at a period in Western history where there are now looming questions over the future of *Arbeit*. A Financial Regime sets the Mechanization Rate, not the rate at which Geld is readily available, but the rate at which Arbeit is capable of being automated by the whole Socialist Nation. And as stated earlier, the Intent there is for the Socialist Nation to be capable of determining the extent of its dependency on Automation.

i. Why the “Splinternet” is an Alternative to the World Wide Web (WWW)

The rise of the Internet in the 1990s posed serious questions besides the sovereignty of the nation-state in the 21st century. It has introduced the role of Information as a fifth vector in the dynamics of Liberal Capitalist-style Free Trade, the other four being goods, services, labor and Kapital. Information, no matter how trivial or malicious, is capable of traveling across international borders on the Internet. So long as there is an Internet connection, there are no limits to where that Information is capable of heading. The consequences of its widespread availability are two-fold as everyday problems in the contemporary world as of late. Economic Nationalism and the proliferation of cybercrime and cyberterrorism will contribute to their effects and provide additional conditions favorable to the Splinternet.

The potential for the Internet to produce endless amounts of trivial Information has made certain corners of the Internet less known than others. That provided the impetus for the development of search engines and data analytics to record, collate, sort, and find Information more easily. The real problem is whenever its proliferation enables the spread of conspiracy theories, pseudoscience, and the proliferation of misconception and outright lies. The Coronavirus Pandemic alone has seen the intensification of conspiracy theories about *who* spread the Coronavirus strain and *how* it was allowed to spread beyond the PRC. In essence, the Internet has finally demonstrated itself to be a medium capable of proliferating all kinds of propaganda from State and Non-State Actors on a wartime scale, the motivations of which has been to find convenient scapegoats whenever COVID-19 infection rates surge.

The decision by Liberal Capitalist media outlets to invoke rhetorical comparisons to the “Spanish Flu” Pandemic from the United States is another example. It is noteworthy insofar as the ‘Spanish Flu’ came about during the final months of World War I. The analogy is dubious as the analogy was made at a time when no major conflict on the scale of the two World Wars is being fought by anyone. That has not stopped politicians among the Parliamentary Democracies of the Western world to demagogically exploit the Pandemic for their own electoral gains. If anything, this is a consequence of the preceding rise in Populist fervor throughout the 2010s, and as a survival move to maintain political legitimacy and credibility on the part of most parties.

[An argument has been made that the wartime rhetoric among the leaders of various nation-states toward the Coronavirus Pandemic is an example of what Ernst Jünger once described as “Total Mobilization.”](#) Granted, the Total Mobilization against the Coronavirus was handled by the Liberal Capitalists with sheer incompetence, especially since their regimes refused to implement the sort of measures employed by the PRC until COVID-19 breached their borders. The conclusion itself can be supported by the Russian COVID-19 vaccine being referred as “Sputnik V” in reference to the Sputnik satellite and inviting the comparison of the development for a vaccine to the Cold War-era space race. This too is discernible among the space race-like pursuits of Moderna, AstraZeneca and Johnson & Johnson to rapidly develop a vaccine in 2020 and try to have it readily available by 2021. The same can be said for the expectation among Liberal Capitalists that a “V-Shaped Recovery,” comparable to the 1981-1982 Recession that Paul Volcker resolved by applying Monetarism, fell short of their speculations of a “limited war.”

[Even so, the Internet has also allowed for all kinds of quack therapeutic methods of “curing” the symptoms of COVID-19.](#) Everyone who has peddled them did so in order to exploit

the Pandemic itself for the sake of Kapital. The fact that such people exist on the Internet is not the worst part; it is the fact that there have been anecdotal and actual cases of others taking their suggestions too seriously. A similar incidence has occurred in the attempts among some to create artificial scarcity of products ranging from semiconductors to toilet paper in order drive a higher Price for Kapital. The recent shortage in electronics dependent on semiconductors like the Sony PlayStation 5 is arguably the most notorious example.

Another problem associated with the World Wide Web (WWW) is the proliferation of Malware. Even though Malware has been around as far back as the Death of Bretton Woods, it originally lacked the ability to spread across computer networks. Prior to the WWW the only way Malware could spread is through the insertion of infected floppy disks into uninfected computers. The first one to demonstrate the potential for Malware to spread across international borders unimpeded was the “©Brain” developed by the Farooq Alvi brothers Amjad and Basit of Pakistan.

After the advent of the WWW, whole arsenals of Malware have proliferated and grown increasingly destructive since the turn of the 21st century, creating a sort of arms race that has yet to destroy the whole WWW. Viruses, Worms, Trojans, Ransomware, Adware, Spyware, Rogue Software, Logic Bombs and so forth have been employed by State and Non-State Actors for all kinds of motives. Those who develop Malware and those who develop their countermeasures serve as additional contributors of Total Mobilization. The arms race in Malware is no different than the World War II arms races between tanks and antitank weapons or aircraft and anti-aircraft weapons. It deserves to be treated as an issue of national defense rather than a policing matter.

Together with the proliferation of trivial information and the inability of humanity to adapt without experiencing sensory overload, it is becoming increasingly necessary to investigate and assess the significance of the “Splinternet.” Rather than having everyone from every nation on Earth using the same computer networks, the Splinternet involves reasserting national sovereignty in the digital realm through Intranets, which are essentially nationalized computer networks. An Intranet offers all of the advantages that a secured national border provides offline. Such a computer network is autarkic insofar as it can continue operating despite being cut off from the broader Internet and has better chances of defending itself against Malware and subversive disinformation. There is also the potential for an International Internet to exist alongside the various Intranets of the Splinternet, except its size and composition would be smaller and administrated by an international body under a Socialist world order. Until such a world order can be created for the Work-Standard, the Socialist Nation will be maintaining its Intranet and devising software against Malware attacking the flow of information. The potential for a Splinternet on its own has always been a possibility since the WWW was made available to the general public.

It is perfectly justifiable to be concerned about one’s privacy as governments continue developing even more sophisticated systems for digital surveillance. Nobody really wants to be spied on if they have not done anything illegal within their own online presence. In fact, prior to the 9/11 attacks, the technology for addressing privacy concerns while controlling the flow of information for Malware, propaganda and disinformation has existed as far back as the late 1990s. This is the “ThinThread” software developed by the National Security Agency (NSA), its capabilities still being exceptionally worthy of the Work-Standard. [A 2007 Baltimore Sun article listed a few notable specifications:](#)

- *“Used more-sophisticated methods of sorting through massive phone and e-mail data to identify suspect communications.”*
- *“Identified U.S. phone numbers and other communications data and encrypted them to ensure caller privacy.”*

- *“Employed an automated auditing system to monitor how analysts handled the information, in order to prevent misuse and improve efficiency.”*
- *“Analyzed the data to identify relationships between callers and chronicle their contacts. Only when evidence of a potential threat had been developed would analysts be able to request decryption of the records.”*

As the article in question pointed out, ThinThread was abandoned after 9/11 in favor of TrailBlazer software, which later turned out to be inefficient and lacked the aforementioned benefits to privacy. This, along with the retiring of the F-14D Super Tomcat, remains as one of the controversial policy decisions by the Jeffersonians on the basis of “Planned Obsolescence.” It is a lot easier to call any technology ‘obsolete’ if it does not serve Kapital.

j. Technology and the War Effort (Pt. 1 of 3)

An Arms Race of Military-Industrial Complexes

War is politics. The Military-Industrial Complex is one of the products of all forms of Total Mobilization. How the Military-Industrial Complex conducts itself, especially whether the Totality of any nation has any influence on the production of weapons in peacetime, depends on whether it operates under Production for *Profit*, Production for *Utility*, and Production for *Dasein*.

The Liberal Capitalist version, Production for *Profit*, advertises its purpose for existing with sensational displays of military technologies for Kapital. The Freedom-Security Dialectic is on full display and so is the Economic Calculation Problem, dictating the decision-making processes of the armed forces. Like a big Californian gold rush, this Military-Industrial Complex is only panning for government contracts as it simply cannot afford to wage a long war.

"It took years for the veterans to be honored. The officer corps, however, could not forget. They had been there. Their friends had died or been maimed there. Their Army, their beloved military, was now for many Americans an object of distrust, discredited and ridiculed. The officer corps also knew that in a democracy like America, one that was then still challenged by its Cold War enemies, a rift between the military and the people could be fatal for the republic. If the Congress did not appropriate enough defense funding to deter the Soviet Union, if smart young people did not join the ranks, the downward spiral of the military would continue. They had to do something. [...]"

For men raised in the 'can-do' hero culture of the US military, where anything was possible, it was difficult for them to come to the conclusion that they had been asked to do something that was both impossible and unpopular. But many of them did come to that conclusion. And they resented both the 'politicians' (civilians) who had asked them to do it, for being so uninformed and so willing to expend the lives of American soldiers, and the 'brass' (generals and admirals) who had readily obeyed, for being overly compliant and so badly prepared. [...]"

Returning from Vietnam, most American military personnel wondered how they could have been sacrificing so much in a cause that most of their fellow citizens did not appear to want them to pursue. Far from thanking them for their sacrifices, often the people of the United States seemed to resent the institution and individual military personnel for having been involved in Vietnam. For career military officers, who understood that it was the civilian leadership and the civilian Congress that had sent them into war, the cognitive dissonance was stark and deeply disturbing. They feared for the future of the US military. That fear was not selfish protection of their job and their lifestyle."

Is this the rhetoric of fear and terror from a Military-Industrial Complex under Production for *Profit*? Or was there any justification for war?

Then there is the Military-Industrial Complex defined by Production for *Utility*. It deems the production of armaments for its central government, terrorized by the prospect of war with other nations. Rabid paranoia defines its sole purpose for existing. Although the nation promulgates strength on the outside, it is actually weak on the inside and is irrefutably in no

position to conduct a long war. Like Production for *Profit*, Production for *Utility* also conducts itself under the Economic Calculation Problem to determine its activities:

“Pivotal to understanding the world situation today is grasping the nature of the Soviet Union. Is it an ally of national independence, national liberation and revolution or is it a mortal enemy? Do we extol the Soviet Union as an example of Socialism or expose it as a Fascist and Imperialist superpower? [...]

In order to serve its Imperialist ambitions, the new Capitalists in the Soviet Union have militarized [their Command Economy]: 60% of industry is directly or indirectly related to the military. In 1960 the Soviet Revisionists spent 13.1% of its national income on military expenditures, but by 1974 this had increased to 19.6%. This proportion surpasses pre-war Nazi Germany (19%) as well as U.S. imperialism even at its periods of conducting wars of aggression in Korea (15%) and Vietnam (10%).

The Soviet military itself is immense. It has 4.2 million personnel in active service, almost twice the number of the U.S., and has another 25 million in reserves. It has close to 800 submarine guided nuclear missiles and over 1,600 land-based ICBM's. Its naval forces are close to, if not surpassing those of the U.S. It has close to half a million men occupying countries in Eastern Europe.

These military forces are not to fulfill the defense needs of a Socialist country, but rather are the forces of a mighty Imperialist superpower aiming for domination of the world. [...]

The US is like the [Debt addict] on the street whom you know wants to beat you over the head to get your wallet; the Soviet Union is the backstabbing 'friend' who waits to get into your home to steal your food.”

Is this the rhetoric of rabid paranoia promulgated by the Military-Industrial Complex under Production for *Utility*? Or was there really a genuine threat of war?

Lastly, in Production for *Dasein*, the Military-Industrial Complex recognizes why wars have been waged and will continue to be fought, even among the nations of a Socialist world order. The Political Organization Problem influences its decision-making because there are real people with Vocations devoted to the production of weapons for the armed forces and self-defense equipment for all law-abiding citizens. War itself demands a distinct form of *Arbeit* and *Geld* where both the State and Totality must wield full Command Responsibility as part of their *Right to Military Sovereignty*, the power to control the size and composition of their armed forces.

“We live in a world wringing with the clangor of weapons. Mankind is arming on all sides, and it will go ill with a state that is unable or unwilling to rely on its own strength. Some nations are fortunate enough to be favored by nature. Their borders are strong, affording them complete or partial protection against hostile invasion, through chains of mountains or wide expanses of sea. By way of contrast the existence of other nations is inherently insecure. Their living space is small and in all likelihood ringed by borders that are predominantly open, and lie under constant threat from an accumulation of neighbors who combine an unstable temperament with armed superiority. Some powers may have considerable natural resources and colonial territories at their disposal, and derive therefrom a considerate degree of independence both in war and peace; others, who are no less viable and may, indeed, often be larger in terms of population, will possess a

restricted base of raw materials and few if any colonial territories. Because of this they live in a state of continual economic stress and are in no position to sustain a long war."

Socialism is neither a dystopian utopia or nor even a utopian dystopia for that matter. As with politics, economics and finance, the conduct of war shall be redefined to suit a more Socialistic form of combat with the Work-Standard. Regardless of whether there is the threat of war or a real war, the Socialist Nation must *never* deviate the vast majority of its Arbeit and Geld toward armaments production. If the Military-Industrial Complex can build the biggest arsenals in the world, the VCS Economy and the Reciprocal-Reserve Banking System should also be able to sustain themselves, the State and the Totality in particular. Everyone needs to live within their own means of production, the Socialist Nation must be capable of doing the same in wartime.

There must be Sustainability in the Quality of guns and butter produced and the Frequency for those same guns and butter. In a Council Democracy, the Totality holds political and economic sway over how much of their Arbeit and Geld should be devoted toward national defense spending. They have every political-economic right to demand their State Delegates inside the State Council of their State to hold the Armaments and Energy Industries accountable. If we can afford weapons and ammunition under the Work-Standard, we should be able to afford a single loaf of bread and some butter at our local grocery. We should even afford refrigerators, computers, electronics, automobiles, and other everyday appliances. We should not be queuing at long lines and finding empty store shelves all because the military is needlessly spilling blood in the Totality's name.

On Armaments and Energy Production

In the VCS Economy, the Armaments and Energy Industries constitute the "Military-Industrial Complex." It is not under the jurisdiction of the Ministries of Economics and Finance, which is often been the case of Production for *Profit*. It is also not under the Ministries of War, Intelligence, and Justice, the Socialist Student Economy (SSE), or even the People's Party, and its paramilitaries, which has happened to be the case of Production for *Utility*. Those Industries fall under the Command Responsibility of Ministry of Energy & Armaments Production.

The Armaments Production half of the Ministry manufactures weapons for the General Staff at the Ministry of War and has licensed gunsmiths devoted to creating weapons for civilians and police. This side is in close communications with the State Commissariats of Wages and Prices on setting the scales of "*Military Arbeit*" produced by the armed forces within the Socialist Nation and the "*Military Geld*" that the Ministry itself is generating for the Life-Energy Reserve.

It also has whole battalions of military scientists, engineers, technical and research staff working at well-respected government institutions dedicated to military research and development as their Vocations. The students from the SSE at the Ministry of Education are allowed to join the professionals with the express approval of their parents (if aged between 16 and 17 years) or with the signed authorization from a state commissar as part of their Vocation (aged between 17 and 34 years). All arrangements, including the students' room and board, are administered by "Group D" of a Kontor's Office VI ("Priority Requisition").

The other half, the Energy Production side, is responsible for the Socialist Nation's power plants and electrical substations, hydroelectric dams, fuel refineries, and the military's logistical system and their associated logistical systems. It oversees the production of strategic resources like synthetic fuel, rubber, plastics and fabrics. It is also the authority that decides whether the Socialist nation should begin rationing those resources in wartime conditions. Ministerial procurement of

natural resources for the Energy and Armaments Industries are coordinated by Office III (“Equipmentalities”) of all Kontore. Office III sells the raw materials as *Equipmentalities* in bulk. Only in wartime is the Ministry of Armaments & Energy Production allowed to be given first priority before the Ministries of Economics and Finance.

On Military Technology

Total Mobilization has given every nation, including our own, the Technology bestowed to humanity by the Figure of the Arbeiter. Production for *Dasein*, unlike Production for *Profit* and Production for *Utility*, recognizes that the Arbeiter’s Technology is capable of inflicting untold levels of destruction. The effects can be seen ricocheting across time and space, affecting future generations. Modern warfare tends to leave physical and psychological scars on military personnel and the environment. Militaries around the world have grown to recognize the risks of PTSD (Post-Traumatic Stress Disorder) since it historically appeared as “Shellshock” during the First World War. The environmental scars, however, are even worse because the whole world is affected.

There are untold numbers of UXOs (Unexploded Ordnance), explosives that failed to detonate and are simply left on the ground long after a conflict. A decades-old UXO could be waiting to go off beneath the city street in front of somebody’s apartment building, demolishing the surrounding walls and killing anyone caught in the blast radius. There may even be a more recent UXO, dropped from an enemy bomber and burrowed into land that was later redeveloped as a farm, a ranch, or even a children’s playground. Neither the farmers and ranchers nor their children will be aware of the dangers until it is too late.

There are buried landmines which have been forgotten and still active in the countryside of certain countries. Anyone who haplessly steps on them are going to get their legs blown off. In some places, it is going to be long ambulance ride before they make it to the nearest hospital. Only a few nations are capable of manufacturing landmines, yet nobody really knows how many are still left in the ground and even mapped their precise locations in some cases.

There are sunken warships and merchant vessels full of military munitions and equipment, left to decay and turn to artificial reefs for aquatic life. Some of these ships were carrying petroleum inside their cargo holds. The ship in question had been designed well-enough to allow the Petroleum to begin seeping out of their barrels and into the oceans. Worse, there have also been a number of seamines from World War II that have been found drifting in the water, ready to blow up a civilian cruise ship or even a merchant tanker ship carrying lots of Petroleum.

And there are even chemical weapon stockpiles that have been carelessly disposed of by opposing forces in the immediate cessation of hostilities. Such chemical weapons can potentially seep out of their shells, releasing deadly agents capable of killing local wildlife and rendering the surrounding area uninhabitable for both animals and humans. Then there is the infamous “Agent Orange” deployed by US military planes during the Vietnam War, which has caused permanent damage and cancers to friendly and enemy forces alike. Today, there are international treaties forbidding the manufacturing, stockpiling and deployment of chemical weapons in combat.

These are just several examples of the number of problems which our Military-Industrial Complex must be able to come to terms with. If the Socialist Nation is capable of spending a massive arsenal of such potentially dangerous weapons, it should also be able to develop ways of healing the scars of war. Not just provide adequate healthcare for those affected by PTSD, but also combat the environmental damage created by modern warfare. The Socialist Nation must be willing to sign and enforce international treaties related to the production of chemical and

biological weapons, with the hope of eventually addressing the problem of nuclear weapons. Unlike chemical and biological weapons, the LIEO (Liberal International Economic Order) were never able to resolve the issue of nuclear proliferation, especially when it came to understanding why nations pursue any nuclear program.

Why should any nation spend obscene amounts of Geld on a nuclear program under the Work-Standard? What is the Intent behind the decision? Is it because of a need to find a better source of energy for producing electrical power? Is it because of a need to deter neighboring nations from attacking them? Is it because the nation in question is interested in closing the nuclear fuel cycle? Or is it following up on the Noosphere research of Soviet biogeochemist Vladimir Vernadsky and French philosopher Father Pierre Teilhard de Chardin, SJ, and figuring out whether nuclear energy is the missing alchemical link behind creating the “Philosopher’s Stone?”

The first motive is driven by concerns over cleaner sources of energy, the second by historical enmities, the third by the pursuit of Autarky, and the fourth suspicious and outright eccentric. The fourth motive in particular is probably unrelated to the other three, deserving a few periodic visits from international nuclear inspectors sent by the World State Organization (WSO).

As outlandish as this may sound, it is known among scientists for decades that one can theoretically turn one base metal into another base metal. The only real problem is whether anyone has been able to implement it on an industrial scale. Any Military-Industrial Complex is more than welcome to prove the existence of the Noosphere. However, this Author remains confident that the Totality of any nation (be it Liberal Capitalist or Socialist) would be more interested in devoting much of its efforts toward more practical endeavors.

Prelude to Financial Warfare

Returning from the sensational to the cold reality back on Earth, the Compendium has yet to provide a serious investigation into the Work-Standard’s relationship with the emerging concept of “*Financial Warfare*.” It has been proffered by all kinds of people since the 20th century that various countries around the world had accidentally discovered the dark arts of financial combat throughout World Wars I and II. Everyone senses and perceives the concept of Financial Warfare in Political Science, Economics and Finance, but nobody on Earth has yet to comprehend the concept from the standpoint of Military Science. Since Financial Warfare has yet to be taken seriously, the implications that it presents to the Work-Standard is a topic which cannot be ignored.

The SMP Compendium has provided some anecdotal evidence based on the subsequent sophistication of Fintech (Financial Technology) that coincided with the Death of Bretton Woods in the 1970s. I have also argued that it may be related to degeneration of the Soviet Union and Eastern Bloc countries and their eventual collapse in 1989, 1990, and 1991. By revisiting the Cold War from a counterfactual perspective with the Work-Standard, we can finally begin to make sense of the Holocaust, the tales of Nazi and Japanese Gold, counterfeit gold-backed bearer bonds, Petrodollars, financial contagions, secret offshore accounts. More importantly, the SMP Compendium can even argue that the Y2K Bug, Dot-Com Bubble, 9/11, and Great Recession all contributed to the economic and financial problems plaguing the Western world in the 2010s.

In the next part of this Compendium entry, we will be exploring in great detail about why the Work-Standard is related to Financial Warfare, including its historical precedent, its feasibility, and its implications. When the Totality of a Socialist Nation begins to live within its own means of production, everyone will slowly realize why their own Technology must be imbued with a shared set of cultural and traditional values.

k. Technology and the War Effort (Pt. 2 of 3)

On a Russian State cultural media website (*Russia Beyond*, to be precise), there was [an article about the Soviet Ruble that featured a Josef Stalin quote which reads](#):

“If a Socialist country pegs its Currency to a Liberal Capitalist Currency, then this Socialist country must forget about an independent and stable financial and economic system.”

That would be the shortest summarization of Financial Warfare for Military Science. Financial Warfare is the Art of combining the concepts of Socialist Finance and Socialist Technology already discussed in the SMP Compendium to create “Socialist Fintech.” Socialist Fintech is to be wielded and understood by all citizens who actually do any kind of meaningful economic and financial activity in any capacity and are devoting themselves to the national defense against Imperialism.

There are two kinds of Imperialism in this world: the “Imperialism” of Liberal Capitalists and the “Social Imperialism” of other Socialisms. One does not become a true Anti-Imperialist by simply reading Vladimir Lenin’s *Imperialism, The Highest Stage of Capitalism*. Either one forges a United Front between Nationalists and Socialists or one does not. It was Carl Jung, not Karl Marx, who contributed to Psychology’s perfect argument for United Fronts against Imperialism: The Socialism of every nation is its “Masculine Anima,” its Nationalism the “Feminine Animus.”

A true Socialist depends on Nationalism to achieve the fullest expression of their Socialism. A true Nationalist depends on Socialism to achieve the fullest expression of their Nationalism. Like a woman not in touch with her Animus, the Socialist without Nationalism is so overburdened by Schuld that they will betray the Nation by projecting personal impotence and class egotism onto the Totality. And like a man not in touch with his Anima, the Nationalist without Socialism will betray the Nation and the working class for the right amount of Kapital.

Victory in the conduct of Financial Warfare is measured by whether the Nationalists and Socialists are being committed to the fullest and purest expression of their Totality’s Authentic Dasein within their economic and financial actions. It is also measured by the extent to which they strive to uphold defend the social, cultural, traditional, ethical, theological, and political values of their nation without surrendering to corrupt notions of wartime opportunism and profiteering. This SMP Compendium entry is for the daring, courageous and selfless Socialist enough to build Solidarity with the equally daring, courageous and selfless Nationalist against Imperialism.

“Socialism in Words, Imperialism in Deeds”

Technology mobilizes revolutions to become the continuation of war and war to become the continuation of revolution. The Industrial Revolution in the 19th century had introduced the Total Mobilization of Production for *Profit* as well as the Production for *Utility*. Both enabled the industrialization of the Western world between the Napoleonic Wars and the World Wars. Western nations, armed with arsenals of economic and military firepower, overwhelmed and subjugated the rest of humanity. Colonies sprang up throughout the Americas, Africa, Middle East, and Asia, the non-Western Totalities forced to emulate the ways of living of the Western Imperialists. These Western Imperialists did not want to raise the standard of living for the rest of humanity. They wanted the vast riches of the world to sustain their increasingly extravagant lifestyle choices.

Liberal Capitalists struck a gold rush of Kapital to be had by financing the manufacture of weapons, research and development of Military Technology, and ways to enhance the Total Mobilization of Production for *Profit*. The Marxist Socialists, in an attempt to win power, became Reformists called “Social Democrats,” laying the groundwork for the Total Mobilization of Production for *Utility* towards the end of the 19th century. As the number of places to conquer dwindled, the Western Imperialists slowly convinced themselves to turn economic and military firepower on each other. They stoked the flames of enmity among the European Royal Families, the Houses of Nobility, and the Catholic Church. International finance, the majority of these bankers and investors scattered throughout the Western world, continued to help the Liberal Capitalists expropriate the Arbeit and Geld created from the technological revolutions.

The turn of the 20th century saw the armed race among the European colonial empires. America, Italy, Japan, Russia, and Prussia, all of them latecomers to this worldwide tragedy, succumbed to the temptation of building their own empires. In America, the seeds of Thomas Jefferson’s “Empire of Liberty”—what we know today in the 21st century as the “Liberal International Economic Order” (LIEO)—were being sown by his Liberal Capitalist heirs of the Democratic-Republican Party, the “Democratic and Republican Parties.” In Prussia, Chancellor Otto von Bismarck spent his final moments lamenting how Prussia and the German-speaking world were being subverted by Kaiser Wilhelm II and his delusions of grandeur. Italy devoured the rotting carcass of the ailing Ottoman Empire. Czarist Russia became alienated by Prussia’s inability to resist and confront Wilhelm II. Japan, reasserting itself for the first time since the “Warring States Period,” invaded and subjugated the peoples of Korea and Taiwan, its crosshairs set on Siberia and Mainland China.

All the benefits of Total Mobilization were then being repurposed to wage wars that left millions dead, millions more maimed and traumatized, and entire livelihoods destroyed in what amounted to a massive family feud among Europe’s Royal Families. This family feud dragged the whole world into the throes of a “Great War,” the Royal Families armed with more than enough Kapital and Schuld to turn Europe into a continental warzone. 1913 and 1914 were the years of living dangerously for the workers of the world. Socialists and Nationalists slowly began realizing that they did in fact were pursuing the same goals. 1914 could have played out differently, had it not been for the assassination of the Archduke Ferdinand.

These are the historical conditions which compelled Vladimir Lenin to write *Imperialism, the Highest Stage of Capitalism*. Lenin resented how Socialists and Nationalists in Europe were butchering each other on the battlefield, instead of opposing the Liberal Capitalists who profited from the death and destruction they caused in the trenches. Everything about the Art of Liberal Capitalist Finance is left unchanged since the First World War; what did change is the Technology.

Attrition Warfare under Financial Warfare

Liberal Capitalist Finance employs six strategies to conduct financial combat operations: *earn all Kapital, save all Kapital, borrow all Kapital, lend all Kapital, invest all Kapital, spend all Kapital.*

- Earn Kapital with the *Taxation Rate*.
- Save Kapital with the *Interest Rate* and *Inflation/Deflation Rate*.
- Borrow Kapital with *Sovereign Schuld*.
- Lend Kapital with *Schuld Monetization*.

- Invest Kapital with *Government Bonds*.
- Spend Kapital with *government and consumer spending*.

Liberal Capitalist Financial Regimes operate on Production for *Profit* or Production for *Utility*. Everything depends on their Central Bank, their National Legislature, and their Head of State creating the highest Quantity of Kapital for the lowest Quantity of Schuld under the Incentives of Supply and Demand. Both are normal practices for them in times of both war and peace. Anything will alter the balance between Quantity of Kapital and Quantity of Schuld. The Financial Regime capitulates when the “Six Alls” become untenable.

- Unsustainable Taxation Rates and Austerity Spending
- Unsustainable Interest and Deflation Rates or Negative Interest and Inflation Rates
- Rapid Diminishing of Financial Firepower by Stagflation or Hyperinflation
- Economic Recession or Depression
- Unpaid Government Bonds past their Maturity Dates
- Sovereign Default by Parliamentary Democracy

The Liberal Capitalist Financial Regime, through a combination of those above conditions, will eventually grind itself down, crashing and burning into the throes of what the International Monetary Fund calls “Sovereign Debt Restructuring.” It is interesting that the IMF’s Special Drawing Rights (XDR) also shares the same abbreviation with Sovereign Debt Restructuring. Most developing countries maintain some reserve of XDRs inside their Central Banks, which they can claim as Kapital in case of economic and financial collapse. The “Schuld,” however, involves conforming to what the dictates of the IMF and World Bank.

This is where the Financial Warfare of Socialist Fintech converges with Attrition Warfare. Socialist Finance employs six strategies to conduct financial combat operations: *Contribute Arbeit*, *Conserve Arbeit*, *Electrify Arbeit*, *Allocate Arbeit*, *Confer Arbeit*, and *Discern Arbeit*. Everything up to this point in the SMP Compendium can now be summarized into six sentences.

- Contribute Arbeit with the *Life-Energization Reciprocity (LER)*.
- Conserve Arbeit with the *Mechanization Rate and Attrition/Inaction Rate*.
- Electrify Arbeit with *Life-Energization Reciprocal Electrification (LERE)*
- Allocate Arbeit with *Reciprocal-Reserve Banking System*.
- Confer Arbeit with *National-Socialized Financial Instruments (NSFIs)*.
- Discern Arbeit with the *Transvaluation of all Arbeit*.

A Socialist Financial Regime will experience its own set of financial difficulties. It too is capable of grinding itself down, thanks to Financial Warfare relying on aspects of Attrition Warfare. The Work-Standard will be able to register these following effects for the Totality:

- Excessively low Mechanization Rate causes Currency Depreciation “Death by Overwork” due to an unsustainable Attrition Rate
- Excessively high Mechanization Rate causes Currency Appreciation and “Death by Inactivity” due to an unsustainable Inaction Rate
- Rapid diminishment of financial firepower due to deteriorating Quality of Arbeit
- Economic Recession by Currency Appreciation

- Unrealizable NSFIs past their Actuality Dates, especially for Work-Plans and Work-Tenures
- Unsustainable Taxation Rates, Austerity Spending, and Sovereign Default by Council Democracy

Notice how the sixth and final effects pertain to Taxes, Austerity, and Sovereign Default? This can also to a Socialist Nation by means of its own Sociable Currency. But unlike the Liberal Capitalists, the Nation has to mitigate it by always striving to live within their own means of production because the Totality controls the means of production through the State now. There must be fiscal discipline and balanced budgets from both the State and the Totality. Anything less will cause the Socialist Nation to begin accumulating Sovereign Schuld.

Economic Warfare under Financial Warfare

The Market/Mixed Economy and the Planned/Command Economy engage in financial combat in everyday economic transactions. Both are capable of waging wars against each other through trade, goods and services as well as even their currencies. Knowing how the Market/Mixed Economy operates and how the Planned/Command Economy are crucial in order to exploit potential vulnerabilities or plug in defensive gaps.

Under Supply and Demand, the Parliamentary Democracy issues Direct Orders to Market/Mixed Economy in the form of Incentives. Financial markets, privatized commercial banks, insurance and investment firms allocate Kapital and Schuld to wherever they are needed. Kapital is created from the Market/Mixed Economy's Natural Sector harvesting natural resources and refining them into Commodities, its Industrial Sector converting the Commodities into finished goods for the Service Sector to provide everyday services. Its Information Sector has advertising agencies, computer programmers, and computer scientists and engineers enhancing the greatest Quantity of Kapital for the lowest Quantity of Schuld. Its Government Sector offers "government contracts" to the Military-Industrial Complex of the Liberal Capitalist regime to serve its Parliament.

Under Command and Obedience, the Council Democracy issues Direct Orders to the Planned/Command Economy in the form of Intents. Kontore, State Banks, National-Socialized Banks, and State Commissariats allocate Arbeit and Geld to wherever they are needed. Everything else has already been explained in the rest of the SMP Compendium. What can be stated here are two considerations of relevance to Financial Warfare: all Planned Economies and Command Economies are not equal; and that the deployment of Socialist Fintech has tactics and operational capabilities exclusive to Socialism and the Work-Standard in particular.

Are there any differences between Planned Economy and Command Economy? How someone chooses to answer this question is pivotal to understanding how they employ "combined arms tactics and operational maneuvers." For an American in 1991, the question is comparable to asking if they prefer the "*United States Constitution*" or the "*Articles of Confederation*." For a Russian in 1991, the question is comparable to asking if they prefer the "*Union of Soviet Socialist Republics*" or the "*Union of Soviet Sovereign Republics*."

Legally speaking, a "United States of America" and a "Union of Soviet Socialist Republics" will opt for Command Economy. There is a "*Unified Socialist Student Economy*" (SSE), a "*Unified Tournament for all Federal, State, Municipal and Public Enterprises*," a

“National Currency,” a “Council State with regional and local governments,” and “low Economic Foreignization.”

Meanwhile, a “Confederate States of America” and a “Union of Soviet Sovereign Republics” will opt for Planned Economy. There are several *“Joint SSEs,”* two or more *“Joint Tournaments among Foreign and National Enterprises,”* two or more *“National Currencies,”* the Council State coexisting with a *“Deep State,”* and *“high Economic Foreignization.”*

Both Command Economy and Planned Economy are capable of engaging in economic combat. The Command Economy prefers more overt operations involving rapid breakthroughs, superior financial firepower, and direct engagements. It can also conduct cloak and dagger infiltration and subterfuge, but not as effectively as a Planned Economy. The Planned Economy prefers traveling light to take advantage of the element of surprise and relying on camouflage to conceal its own movements. It can be more direct in its economic activities, but its dependence on Economic Foreignization due to geography, language, large ethnic and sectarian minorities is where it falters when compared to the Command Economy. The “VCS Economy” discussed throughout the SMP Compendium is capable of accommodating both.

Some locations may benefit more from the Work-Standard than others. “Utah,” “Atlantic City,” “Las Vegas,” “Boston,” “Panama City,” “London,” “Switzerland,” “Vatican City,” “San Marino,” “Andorra,” “Gibraltar,” “Belfast,” “Königsberg” (Kaliningrad), “Prague,” “Frankfurt am Main,” “Israel and Palestine,” “Leningrad” (St. Petersburg) and “Vladivostok,” “Ukraine,” “Poland,” “Hong Kong” and “Macau,” “Shenzhen” and “Shanghai,” “Okinawa,” “Tokyo,” “Singapore,” and “Hawaii.” These places on the world map are actually restricted in terms of capabilities, assuming their Mode of Production is either Production for *Profit* or Production for *Utility*. Production for *Dasein*, however, will cause all of these places to change how they conduct their economic activities. But at the same time, it is also possible that each of them may have some untapped potential which only the Work-Standard can unlock for them.

Financial Warfare, when combined with Economic Warfare, opens the door to many possibilities. There are the usual methods where the Planned/Command Economy can deny access to Equipmentalities or find ways to covertly access Equipmentalities. A Sociable Currency is in itself capable of becoming the ammunition for economic weapons like luxury and consumer goods, everyday home appliances, computers and electronics, alcohol and tobacco. Examples include Cuban cigars and rum, French champagne and women’s apparel, German firearms and sportscars, Russian caviar and armored vehicles, Persian rugs, Japanese anime and manga, Swiss watches, American movies, television shows, and video games. The effectiveness is measured by its propaganda value as instruments of power projection. The countermeasure here is to come up with sufficient alternatives for the whole nation.

Electronic Warfare and Cyberwarfare under Financial Warfare

In the previous century, Electronic Warfare was more about trying to find ways to jam or interfere communications and radar capabilities. Aircraft and vehicles have been designed to do just that, in addition to providing effective countermeasures. Financial Warfare enhances Electronic Warfare by addressing the influence of unmanned vehicles and aircraft than be piloted remotely or automated. Since they will no doubt rely on frequencies between the unmanned vehicle and the machines controlling them, it may be possible to conceptualize ways to interfere with their capabilities because there will be no “Internet-of-Things” (IoT) in the Socialist world order.

Cyberwarfare under Financial Warfare has its physical offline component and digital online component. The Planned/Command Economy may have an Information Sector devoted to the creations of Digital Arbeit and Digital Geld on the national Intranet. The national Internet, despite being controlled by the World State Organization (WSO), has Enterprises from different nations creating Digital Arbeit and Digital in real-time transactions. Computer malware and spyware may no longer be issues in this “Splinternet,” but this changes in the event of a cyberwar. A cyberwar will be focused on infiltration, sabotage, breakthrough, and destruction of computer networks, confusing the enemy and harassing them at their every move. It is possible that the WSO’s international Internet, “Heliopolis,” may become a digital battleground for control of that digital realm in the event of a cyberwar.

Both Electronic Warfare and Cyberwarfare, it should be prefaced, are currently limited under Liberal Capitalist conceptions of Finance. Socialist Fintech can be vulnerable to either or both if the Socialist Nation is not already aware of this. Investing in cyberdefenses and cyberweapons may be more expensive in terms of manpower and resources. Most cyberweapons fielded by today’s militaries have never been employed on a large-scale conflict. It is up to the Totality and their Council State to decide how much they should be dependent on digital technologies, their Socialist Fintech another matter related to their own digital *Wehrhoheit* (Military Sovereignty).

Worldview Warfare under Financial Warfare ("How the Work-Standard turns Political Warfare, Information Warfare and Psychological Warfare into a Unified Grand Strategy")

Saving the best of this Compendium for last, Financial Warfare is capable of synthesizing Political Warfare, Information Warfare, and Psychological Warfare into a single unified grand strategy. The best way to refer to this grand strategy is probably “Worldview Warfare,” because the latter three forms of warfare deal with how people perceive and interpret themselves, other people, their government and its policies. Another aspect of all three is how they alter everyday perceptions by either manipulating them or encouraging them. All of the other forms of prior to this discussion can now be appreciated for what they are with Worldview Warfare and Financial Warfare being fully synchronized.

The Work-Standard, if applied in actual practice, is malleable enough to conform to the national culture, traditions, languages, social customs and norms of every nation. The Socialism of any nation is about as powerful and influential as the manner in which it conducts itself on the world stage. Building good relations and recognizing the multiplicity of different Socialisms around the world is key. The most aggressive decision is not always going to be the wisest course of action. Certain situations require specific military tactics and diplomatic ploys.

A nation may broadcast radio and television signals to other countries in order to present a different image of themselves. Their Totality may publish works of fiction or non-fiction that cast an entirely different presentation of past historical events. The possibility is also there for them to exploit political polarization and subvert everyday expectations and experiences.

A nation may adhere to a specific interpretation of Socialism exclusive to itself. Even if that version has its own historical experiences and expectations for the future, understanding them can also serve as a great way to understand one's own Socialism. If one does not appreciate a particular version of Socialism, they can always provide their own conception from within the framework of their culture, tradition, language, history, social customs and norms.

Letting students of the SSE receive their education abroad may provide another avenue of helping them understand their own Socialism. Those experiences early on in life is helpful if the current world order is Socialist, where international law falls under WSO legal jurisprudence.

Participating in international Tournaments can be a great way to demonstrate national prowess. Anyone from a Planned/Command Economy can express themselves and their nation based on specific dress, cuisine, philosophy, methods, and so on. Again, this depends on whether the WSO is allowed to exist as part of a Socialist world order.

The concept of "Intellectual Property" will continue to exist in a Socialist world order as a sort of propaganda weapon to manipulate the cultural attitudes of other nations. Imitations and knockoffs may be the crudest form of flattery, or they can be counterfeits intended to harm people and deprive them of their Arbeit and Geld.

Always ensure that the Planned/Command Economy of their nation stays true to their Authentic Dasein. No Individual, no Class, no People, no State, no Church, and no Totality are perfect. Original Sin affects all of humanity, and the Catholic Church is another great way to build diplomatic relations. The Pope may decide to canonize a Saint from the Socialist nation. It never hurts to allow Catholic laity from other countries to go on religious pilgrimages.

I can keep providing more examples, and there are plenty of case studies to choose from. It should be clear by now that there is no exact Science behind the Art of Socialist Finance. How the Fintech is designed, how it functions and how it is implemented can reflect the national identity of a Totality. Whether it is for peace or for war is left to the discretion to the Totality of every nation. The Work-Standard and the rest of the SMP Compendium can be remolded to suit different national contexts, identities, and personifications. The need for authenticity in the State of Total Mobilization will always be great, even in a world order without Liberal Capitalism. The 20th century never ended; it lives on through the 21st century.

I. Technology and the War Effort (Pt. 3 of 3)

“Free to Choose?”

“[Economic] Socialization does not mean nationalization by expropriation or theft. It is not all concerned with nominal property, but rather with the techniques of administration. Buying up industries right and left for the sake of some slogan, and handing them over to administrative bodies incognizant of the ways of large enterprises instead of leaving them to the responsibility and initiative of their owners, is the surest way to pervert true Socialism. The Old Prussian method was to legislate the formal structure of the Total Productive Potential [Read: peg the national Currency to the Work-Standard] while guarding carefully the right to property and inheritance, and to allow so much freedom to personal talent, energy, initiative, and intellect as one might allow a skilled chess player who had mastered all the rules of the game. This is largely how it was done with the old cartels and syndicates, and there is no reason why it could not be systematically extended to work habits, work evaluation, profit distribution, and the internal relationship between planners and executive personnel. [Economic] Socialization means the slow, decades-long transformation of the worker into an economic civil servant, of the employer into a responsible administrative official with extensive powers of authority, and of property into a kind of old-style hereditary fief to which a certain number of rights and privileges are attached. In Socialism the economic will remains as free as that of the chess player; only the end effect follows a regulated course.

At the moment people are unaware of this fact, so much so that both parties regard the Constitution as the decisive factor. But it is not a question of laws, it is a question of personalities. If the labor leaders are not able to demonstrate very soon the superior statesman-like skills required of them, others will take their place. In a political system that intentionally blurs the distinctions between workers and administrators, assuring each qualified individual, from menial laborer to foreman and corporation head, a secure career—in such a system a born statesman can see to it that the goals of conservatives and proletarians alike, the complete nationalization of economic life by legislation rather than expropriation, are finally combined into one.”

-Oswald Spengler, *Prussianism and Socialism*, ca. 1919

The adoption of Socialism and the abandonment of Liberal Capitalism is like dancing on a tightrope that only professionals in the Prussian sense can pull off. [The journey bears an uncanny resemblance to Philippe Petit’s walk across the Twin Towers of the World Trade Center in 1974, one year after the death of Bretton Woods. Hundreds of meters \(or ‘thousands of feet’ for Americans\) above the ground, Petit did his performance in the pursuit of a self-imposed challenge.](#) Up there, one wrong move and Petit would have become the “Falling Man” decades before 9/11. The Falling Man of 9/11, meanwhile, spent his final moments that morning by being the [“Hanged Man Arcana” from a Tarot deck.](#)

Hundreds of spectators created a traffic jam shortly after 7:15 A.M. in the streets 1,350 feet below as they watched the black-clad figure outlined against the gray morning sky tiptoeing back and forth across the meticulously rigged 131-foot cable.

Finally, after perhaps 45 minutes of knee bends and other stunts, Philippe Petit, balancing pole in hand, turned himself over to waiting policemen.

"If I see three oranges, I have to juggle. And if I see two towers, I have to walk," the professional stuntman explained afterward in heavily accented English, punctuating his sentences with a Gallic 'bon!'"

Mr. Petit was arrested by policemen of the Port Authority of New York and New Jersey and booked for disorderly conduct and criminal trespass.

But his performing days in New York apparently are not over. Late yesterday afternoon, the slight, blond man, wearing black ballet shoes, was released from custody at the direction of Richard H. Kuh, the Manhattan District Attorney.

Mr. Kuh, with the consultation of Parks Commissioner Edwin Weist Jr., made a deal with Mr. Petit to drop the charges in exchange for a free aerial performance in the city park 'for the children of the city.' [...]

In talking with reporters, the tightrope walker repeatedly insisted that his feat was done not for [Kapital] or [the Success that comes with it], but simply because the 110-story towers were there [as a challenge to contribute Arbeit].

"When I see two towers, I just want to put my wire across, bon!" he said, adding that he had pulled off similar stunts between the towers of the Sydney Harbor Bridge in Australia in 1973 and the spires of Notre Dame in Paris in 1971.

"Capitalism with Prussian Characteristics?"

It has often been asked as to whether markets will continue to exist under Socialism. Liberal Capitalists have consistently argued that the "market" cannot be abolished by a Socialist Planned/Command Economy, citing various historical cases where Socialist regimes had eventually been forced to establish them.

Is there a "market" to speak of under Planned/Command Economy, just as how there has always been a "command" under Market/Mixed Economy? What does the SMP Compendium have to say on this particular issue for the Work-Standard and Total Mobilization of Production for *Dasein*? We begin with a more obvious question: Is there anything to learn from NEP, Kadarism, Titoism, Birdcage, and Đổi Mới?

Nóvaya Ekonomícheskaya Polítika ("New Economic Policy")

In the early years of the Soviet Union, Vladimir Lenin touted his "New Economic Policy" (NEP) with an Explicit Intent in mind. This Explicit Intent has gone on to become an Implicit Intent espoused by Russians during Perestroika and even by some under Vladimir Putin. Soviet Russia, unlike the Western world, needed to industrialize itself and assert Command Responsibility over the Commanding Heights of the nascent Soviet Economy. The NEP years represented an attempt at "Economic Rationalization" by trying to integrate aspects of "central planning" with a "state market." The Soviets had no other choice at the time: they were not as

industrialized as the Western world and needed to help their *Rodina* (Motherland) recover from the First World War and the Russian Civil War. There was no other Socialist nation to help the *Rodina*: America was already under Jeffersonianism thanks to Woodrow Wilson; and Germany, in its failure to challenge the reckless judgments of Kaiser Wilhelm II, was reeling from the Versailles Treaty and under the Liberal Capitalists who created the Weimar Republic.

It was during the interwar years that the Soviet Union emerged as a Planned Economy. Lenin insisted that NEP was meant to be a gradual process in the final years of his life. Unfortunately, NEP had its own set of flaws. Kapital still commanded the decision-making of the 'Kulaks' in the countryside and the 'NEPmen' in the cities. Like a precursor to the 'Material Product System' (MPS) later practiced under Josef Stalin, all of the problems of running any Planned/Command Economy emerged within NEP's implementation: '*Prodravvyorstka*' (Food Apportionment); 'Fordism-Taylorism'; 'Free Trade' (which became more problematic when Perestroika happened); and the 'Economic Calculation Problem'. The latter two have already been discussed, but the former two needs to be scrutinized as bad policies.

Prodravvyorstka means that all food production is confiscated by the central government, in addition to a *Prodovolstvenniy Nalog* (Food Tax) on all food production. This particular policy was notorious for creating the stereotype of mass starvations under Planned/Command Economy. Anyone who dares to revisit it in a Socialist world order under the Work-Standard is failing to learn from history. It should not be too difficult to imagine the consequences of such a policy.

From 1921 to 1925, the Soviet Union suffered three famines that killed some 5,000,000-7,000,000. Another in 1932-1933 killed 7,000,000, giving rise to the infamous Holodomor. It was all pioneered by 'Fordism', the business model of Henry Ford, and its European cousin 'Taylorism' or 'Scientific Management'. Josef Stalin was fully aware of this, admitting that things could have gone differently in the last written work, *Economic Problems of Socialism in the USSR*. He could have rightfully blamed Leon Trotsky for encouraging the widespread suffering, but he could never seem to figure out what was needed to prevent this tragedy from ever having again.

Kadarism and Titoism

The problems of Soviet-Type Economic Planning (STEP) were made apparent to Hungary and the former Yugoslavia. Hungary implemented limited market reforms, creating a Planned Economy when it should have created a Command Economy. Yugoslavia tried similar policies and also created a Planned Economy, which was inevitable due to the presences of large sectarian and ethnic groups within its own borders. The former gave rise to "Kadarism," the latter "Titoism." Both operated as more advanced variants of NEP.

The official designation for Kadarism was called '*Új Gazdasági Mechanizmus*', which means "New Economic Mechanism" (NEM) in Hungarian. NEM rightly saw STEP as inefficient and tried to overcome its flaws without actually implementing an original alternative form of economic planning. Instead of "centralized planning," NEM touted a "decentralized planning" with disastrous consequence in light of later happened in the late 1980s.

Rather than a single methodology to determine prices, NEM favored three variants of pricing: "Fixed Prices," "Limited Prices," and "Free Prices." Some Prices were locked permanently into place without any considerations for actual economic conditions, while others were allowed to float wildly because the Hungarian Planned Economy foolishly tried combining the Incentives of Supply and Demand *and* the Intents of Command and Obedience. In practice, this resulted in the Hungarian Planned Economy being subverted by Liberal Capitalists.

Prosperity in the Hungarian Planned Economy was always measured in the Quantity of Kapital for the least Quantity of Schuld like in most Liberal Capitalist Market/Mixed Economies. The type of Total Mobilization chosen by its State was a combination of Production for *Profit* and Production for *Utility*, which led to a confusion of priorities as to what should be worth more or less. Worse, the Hungarian Planned Economy was extremely dependent on exports, indicating that there was an imbalance in the Balance of Trades and Payments between Hungary and the Soviet Union. All of these issues demonstrate why Hungary never had a true Socialist Monetary Policy.

As for Titoism, Yugoslavia rightfully saw STEP as undemocratic and overly bureaucratic. The methods it chose, however, left so much to be desired in light of what later happened in the 1990s. The Yugoslav War could have been avoided. In the Yugoslav SSE, the “Youth Work Actions” were voluntarily organized not by the Yugoslav national educational system, but by local, regional, and national governments. This SSE mostly did menial tasks like building railroads, bridges and structures and not much else until the 1970s, when it was mostly involved in political and cultural festivities. The Quality of Arbeit was so poor that their own government saw the SSE as ‘cheap labor’ worthy of only a free holiday.

Enterprises were nationalized where the employees did the economic planning themselves and everyone received a share of the profits for themselves. There was no unified Council Democracy in the workplace; instead, there were “Self-Management Councils” that suffered from potential miscommunications and confusion in an already multiethnic and sectarian country. Unemployment was a huge problem in Yugoslavia: in the early 1960s, it was 7%; by the mid-1970s, it had doubled by up to 14%. Women in particular were discriminated, the average Yugoslavian woman more likely to be unemployed than her male counterpart because the Enterprises always fired them first before the men.

Massive Currency Depreciation was another major problem by the 1970s and 1980s. Hundreds of thousands of Yugoslavs illegally crossed international borders to Western Europe because Yugoslavia never had a true Socialist Monetary Policy to begin with.

The Chinese Birdcage and Đổi Mới

The PRC and Vietnam were aware of the issues affecting the European Socialist regimes and the Soviet Union. Both nations are specifically organized to have Command Economies instead of the Planned Economies that they chose to introduce in the 1980s. They had arrived at the conclusion that the only way to build Socialism was to become overly dependent on Liberal Capitalist conceptions of international trade. The result led to the creation of Planned Economies where there was a “foreign market” and a “state market.” Both the Chinese Birdcage and Vietnamese Đổi Mới adhered to the same logic:

“The cage [central plan] must not be too small, lest the bird [markets] suffocate, but there had to be a cage to contain the bird, otherwise it would fly away [and reintroduce Liberal Capitalism].”

Today, the PRC and Vietnam have been able to maintain their statuses as Planned Economies and have been fortunate to avoid descending into Mixed Economies. A descent into Mixed Economy will coincide with the loss of political power through the replacement of Council Democracy with Parliamentary Democracy, the Liberal Capitalists taking power in the process. The cost of these measures may have been necessary, but their political, social, economic and financial ones are actually intolerable from the standpoint of the Work-Standard.

The PRC and Vietnam still adhere to some compromised aspect of STEP. Instead of phasing out STEP to implement their own versions of economic planning, both nations simply created parallel Liberal Capitalist Market/Mixed Economies within their own borders. This was made possible by the Globalization that came about after the Death of Bretton Woods. It has contributed to an expropriation of economic strength for both America and the Western world.

The Chinese and Vietnamese may seem prosperous to a European or even an American, but ‘never forget’ that those two nations are living beyond their own means of production. Both Planned Economies are too dependent on exports, creating the imbalance in the Balance of Trades and Payments between themselves and the Western world. The Quality of Arbeit is very poor because greater emphasis has been placed on the Quantity of Kapital. Thus, they are slowly accumulating Sovereign Schuld because of the genuine lack of a true Socialist Monetary Policy.

There is still plenty of opportunities for improvement in the PRC and Vietnam. Unlike the other examples that were discussed earlier, the chances of those two overcoming their own flaws at the moment are about as high as the US, Russia, Japan, and the Europe. The Work-Standard can resolve some of these problems, but there needs to be a better way to address these issues.

Thus Spoke Nietzsche's Lenin

As Socialists and Nationalists walk along the tightrope between Two World Trade and One World Trade, there will always be those “*Socially-minded Capitalists*” in fear of their economic livelihoods under Socialism. The secret to getting those people to join the United Front is finding ways to confront the Freedom-Security Dialectic because it is the real obstacle preventing every nation on Earth from realizing Socialism and the creation of a Socialist world order.

The Liberal Capitalists have dissuaded the Socially-minded Capitalists from joining the United Front by focusing on “economic freedom.” Some Liberal Capitalists will masquerade as “Liberal Socialists” (Read: Welfare Capitalists) who will dissuade the Socially-minded Capitalists from joining the United Front by focusing on “economic security.” The Socialists and Nationalists as well as their United Front are fully aware that the conception of “economic freedom” under Neoliberalism is a cleverly-crafted Ponzi scheme. The conception of “economic security” under Neoliberalism is an absurdity, which is discernible in the Great Depression *and* Great Recession.

True economic freedom and true economic security are never outward. They are always inward because they dwell within each and every Individual. The United Front of the Socialist nation in the SMP Compendium is democratic, pluralist, and inclusive of all who are driven in their determination to serve the Totality. It shall be law-abiding so as to uphold the rule of law.

This brings us to the most important question of all: what becomes of the “markets” in a VCS Planned/Command Economy? Are they abolished or do they take on different forms due to the Work-Standard relying on truly Socialistic conceptions of competition and economic freedom?

The VCS Economy, regardless of whether it chooses Planned Economy or Command Economy, will eventually have a Tournament. This Tournament is essentially what became of the “markets” when the nation became a Socialist one. Once the Central Bank pegs the national Currency to the Work-Standard, the Totality will encounter the “markets” morphing into this “Tournament.” Here, Vocations compete for the highest Quality of Arbeit and the highest-possible Rank within their Profession. Enterprises will compete for the highest Quality of Arbeit and the highest-possible Rank within their Industry. Industries compete for the highest Quality of Arbeit and the highest-possible Rank within their Economic Sector. And those Sectors compete for the highest Quality of Arbeit and the highest-possible Rank in the VCS Economy itself. The size and

composition of the Tournament follows the same logic as their *Wehrhoheit* (Military Sovereignty)—the power to control the size and composition of its military.

In the Tournament, Council Democracy will be the norm in the workspace. Every Individual is “free to choose” how they wish to play the chess game so long as somebody makes the first move. The same goes for every Enterprise. Below here are some examples promoted by the VCS Economy, which will include but ought not to be limited to:

- Every Individual has a Right to choose which school they would like to join as part of their SSE, provided that there is a Duty to ensure that they will assistance the student government when asked.
- Every Individual has a Right to choose whether to participate in the live training exercises of the SSE’s Tournament, provided that there is a Duty to ensure that they will work to improve the experience for the next generation on behalf of the student government.
- Every Individual has a Right to choose how they wish to pursue their Vocation, provided that there is a Duty to be ready when the State gives them their military conscription draft card.
- Every Individual to choose which Enterprise they wish to pursue their Vocation, provided that there is a Duty to be ready when the State gives them their work-conscription draft card.
- Every Individual has the Right to send a transfer request to the State Commissariats of Wages and Prices, going from one Profession to another Profession as part of the Transvaluation of All Arbeit, provided that there is a Duty to pursue Quality of Arbeit par excellence in their new Profession.
- Every Enterprise has the Right to send a transfer request to the State Commissariats to go from one Industry to another as part of the Transvaluation of All Arbeit, provided that there is a Duty to hold a mandatory vote in the workspace under Council Democracy.
- Every Enterprise has the Right to dismiss disruptive personnel and economic planners, provided that there is a Duty to send the Individual in question to remedial training at the SSE’s Tournament.
- Every Enterprise has the Right to decide how it wishes to innovate and manufacture its own products, provided that there is a Duty for that Enterprise to lead the other Enterprises by example.
- Every Enterprise reserves the Right to dissolve itself, provided there is a Duty to hold a mandatory vote in the workspace under Council Democracy.

These are all understandable economic laws that no market is capable of enforcing. Such laws can only be implemented and enforced by the legal jurisprudence of the Socialist Nation. More importantly, these are all necessary in order to ensure that the Military-Industrial Complex is competitive and designing armaments and equipment that set the Socialist Nation apart from other nations. A military’s freedom of action on the battlefield is dependent on the Military-Industrial Complex’s freedom of action in the workspace.

The Socialist Nation shall not be no dependent imports of NATO STANAG (STANdardization Agreement) or Warsaw Pact armaments in the interests of upholding its own *Wehrhoheit* as an expression of Authentic Dasein in the State of Total Mobilization. Production for *Dasein* stresses that the Socialist Nation must develop its weapons and equipment that reflect its cultural and traditional values. Nationalists and Socialists must find Solidarity in the Military-Industrial Complex to ensure that everything in the arsenals of their armed forces will minimize

the extent of foreign weapons and equipment, especially those that do not reflect their cultural and traditional values. Only then shall the Socialist nation be able to defend itself against the emerging Revolution in Military Affairs within the field of Financial Warfare.

Furthermore, all Accountants and Economic Planners and their superiors, the State Inspectors and State Commissars, State Superintendents and Central planners shall familiarize themselves with the “Cassandra Coefficient” promulgated by Richard Alan Clarke. Council Democracy demands a self-aware, proactive, well-trained and highly motivated citizenry. With the Cassandra Coefficient, the Council State will be more resilient in preventing future crises or mitigate them at the very least. The Cassandra Coefficient has four components:

1. The warning, the threat or risk in question.
2. The decision makers or audience who must react.
3. The predictor or possible Cassandra.
4. The critics who disparage or reject the warning.

The following are important questions relevant to the Political Organization Problem:

- Response Availability: Can any aspect of the Political Organization Problem be resolved by an appropriate response from the Council State and the Totality?
- Initial Occurrence Syndrome: Has it happened before in the history of any nation, culture or civilization or is this truly a first-time occurrence exclusive to Western Civilization?
- Erroneous Consensus: Are the economic planners or their superiors incorrect by being too rash, too reckless, or too careless on how they conducted Mission-Type Economic Planning (MTEP)?
- Magnitude Overload: Does it require the economic planners and their superiors, the State Commissariats, the Kontore, Council of Ministers, the State Council, the Head of Government, and the Head of State? If so, can it be resolved by the actions of an Individual or an Enterprise?
- Outlandishness: Has one been reading too much into Utopian or Dystopian Fiction? If so, is it possible that their concerns are being distorted by an inability to distinguish fiction from fact?
- Invisible Obvious: Is any aspect of the Political Organization Problem so obvious, but is for whatever reason never discernible to the Council State and the Totality?
- Diffusion of Responsibility: Who will bear the burdens of Command Responsibility if the Political Organization Problem creates a tragedy that kills untold scores of people?
- Agenda Inertia: Are the economic planners and central planners more concerned about the results or the exact details of any plan?
- Complexity Mismatch: Is there a “Division of Labor” that prevents everyday people from properly conveying the Political Organization Problem to economic planners in the workspace?
- Ideological Response Rejection: Is the People’s Party adhering to a specific interpretation of Socialism like Marxism-Leninism? Are they rejecting the warning because they are still operating under flawed Cold War-era notions of “Dogmatism” and “Revisionism?”
- Profiles in Cowardice: Is one’s superiors not the best people to take orders from? Are there proper Constitutional Intents and Obligations to help the Totality combat corruption, waste, fraud, abuses of power, demagogues, populists, and the tyranny of Totalitarianism?

- Satisficing: Is the People's Party more interested in whatever news pleases them, real or fictional? How about going as far as even encouraging corruption among Central Planners by letting them forge records and expropriate Arbeit and Geld for themselves?
- Inability to Discern the Unusual: Are one's superiors unable to detect what you yourself are detecting, complete with incontrovertible evidence? Are there proper Constitutional Intents and Obligations to help the Totality hold the Council State accountable?
- Scientific Reticence: Are one's superiors rejecting the warnings because they are claiming to know more than their own subordinates? Are there proper Constitutional Intents and Obligations to help the Totality hold these Individuals accountable?
- Personal or Professional Investment: Are there people rejecting the warnings because "this person is too young, this person is too old, or this person adheres to an interpretation of Socialism from a party in the United Front that we are prejudiced against?" Are there proper Constitutional Intents and Obligations to help the Totality hold them accountable?
- Non-Expert Rejection: Are there people rejecting the warnings because "they are not in our Professions, so they should be ignored as they do not know any better?" Are there proper Constitutional Intents and Obligations to help the Totality hold them accountable?
- 'Now is Not the Time' Fallacy: Are there people rejecting the warnings because they want to realize a Four-Year Plan Work-Plan in three years, a Five-Year Plan in four years, wants to build some 'Thousand-Year Reich' or realize 'Communism in twenty years?' Are there proper Constitutional Intents and Obligations to help the Totality hold them accountable?

Wartime Rationing, MPCs, Payment Cards and ATMs, and PX Exchanges

It may be necessary under certain contexts for the Socialist Nation to be rationing certain goods or allowing certain services to closed in wartime. The Armed Forces will need lots of manpower and resources to defend the Socialist Nation. The State Commissariats are the first ones to detect whether the VCS Economy should begin rationing. Prewar preparations must be made for any proposed decision to begin rationing. The State Commissars will hold secret meetings with the Financial Regime (Central Bank, Heads of State and Government), the General Staff, the Central Planners, the Ministers of Economics, Finance, Energy & Armaments Production, and Intelligence behind closed doors. Someone will record the minutes of the meeting as everyone else decides on the necessity before proposing it to the State Council. Everything else from that point onward will follow the normal procedures within Councilor Governance.

If higher Prices are unjustifiable, ungovernable or unsustainable, wartime rationing will be implemented in order to conserve resource and prevent the onset of shortages for those important moments. Everything depends on whether the Totality has been able to live within their own means of production in peacetime. The Council State can limit the severity of wartime rationing by developing ways of ensuring that the consequences of Total Mobilization like environmental degradation and resource depletion are addressed and confronted by the Totality in peacetime.

There may also be occasions where the Socialist nation may find itself in a position like the American or Soviet armed forces. Our own Armed Forces may end up having hundreds of military installations around the world and elsewhere, complete with living quarters and base amenities to accommodate the family members of military personnel. The Totality should be free to question the Council State on whether our troops are imposing a covert military occupation or were deployed there as part of a legitimate military alliances unlike NATO or the Warsaw Pact.

Regardless of what the truth may be, our Central Planners and Bankers must work with Offices VI and VII (“Priority Requisition” and “Economic Foreignization” respectively) of the Kontore, the State Commissariats, the General Staff, and the State Council to address the issue of paying military personnel deployed in other countries. How well they resolve this matter is whether the nation in question will be able to sustain itself and live within its own means of production.

Finally, and unlike the First World War, the Second World War has had to deal with the issue of militaries propping up occupation governments that issued their own Currencies. The conditions of modern warfare in the State of Total Mobilization have allowed for the creation of black markets dabbling in Foreign Currencies. Militaries from all sides in that conflict have found that it was prudent to ensure that either their Currency will supplant the occupied country, or a new Currency will be created by the occupation government. Both methods have their upsides and downsides, it is probably more prudent to employ some combination of those two methods on behalf of the Work-Standard and Socialist Fintech for the conduct of Financial Warfare.

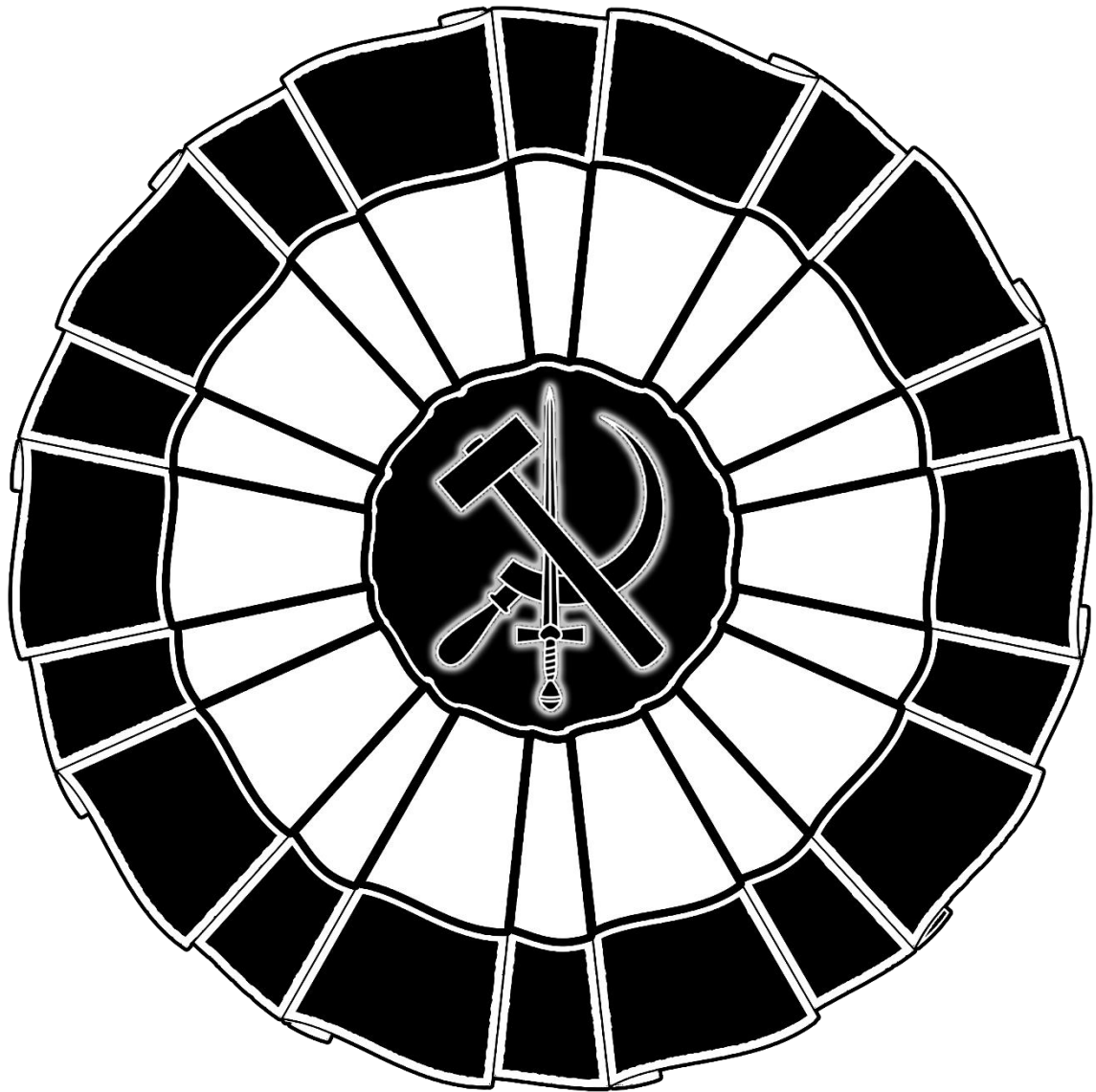
No country has gone to great lengths to be involved in this matter than these United States. The US military has issued “Military Payment Certificates” (MPC) to personnel between World War II and the Vietnam War. Everyone received a fixed amount from the US Treasury Department, Alexander Hamilton’s old governmental ministry, the allocations facilitated by the US Department of War (which later became the US Department of Defense post-1945). There was always a “C-Day,” a day in which everyone had to convert their MPCs to a new set of MPCs to prevent the old ones from ending up on the black market and destroying the Value of local Currencies.

MPCs were phased out in the same year as the death of Bretton Woods, 1973. The US military has experimented with the innovations in Fintech during the same period to develop “Eagle Cash” (EZPay), which was basically a type of payment card. It was a technological design characteristic of the Liberal Capitalist conception of Fintech because EZPay functioned more like a debit or credit card, completed with its own ATM-like (Automated Teller Machine) kiosk, and ways to facilitate computerized batch processing within the military installation itself. The EZpay system was first deployed in Yugoslavia around 1992-1995.

Both methods of payment coincided with the presence of the “PX Exchange,” a US military invention that has its origins in the “Trading Posts” of American Colonial times from the 18th century. Such facilities can be exploited by black marketeers to generate Kapital for themselves through the acquisitions of American-made consumer and luxury goods. That has certainly been the case in the Vietnam War. Some arguments have been made that the real reason why North Vietnam had an easier time invading South Vietnam was because the latter had become so addicted to Consumerism to the point that it could no longer defend itself properly.

Our Socialist Nation will not be dabbling in such frivolous escapades. If the Council State must invade other countries and topple their governments, our Armed Forces must be determined to help the occupation government recover from the destruction that they had caused. They must help the other nation is able to live within its own means of production, ensuring that they will not be compelled to emulate our standard of living in their current economic conditions. The occupation government’s Currency will be pegged to the Work-Standard. Our SSE and VCS Economy will provide the occupation government the means by which to govern politically and economically. This particular issue was discussed previously in [Part III](#) of “Wartime Preparations and the Work-Standard,” with the Iraq War serving as the case study.

Section Eight: Economic Metrics and formulas of the Work-Standard



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a. Work-Standard Formula for Quality of Arbeit

Arbeit is discernible from the outputs of economic and financial activities through the actual production of goods and services. The Value is affected by the balance of Work-Productivity (WP) and Work-Intensity (WI) for 1 Vocation and listed in the national currency. A Force Multiplier (FM) can potentially tip the balance in favor of either WP or WI.

The equation for finding the Arbeit of a single Vocation is as follows:

$$WP (FM) - WI = \text{Arbeit of one Vocation}$$

Recall that the Quality of Arbeit represents the sum total of the various Values of Arbeit under the VCS Economy model. Not every Vocation will have the same numerical value. Some Vocations yield larger contributions of Arbeit than others. If the Value of Arbeit for 1 Vocation is known, the next logical step is finding the Quality of Arbeit for its associated profession.

That equation will read:

$$[WP (FM) - WI] * \text{Number of all Vocations} = \text{Arbeit of an entire Profession}$$

With the Arbeit of a whole profession known, multiply it by the Mechanization Rate.

$$\text{Arbeit of a Profession} * \text{Mechanization Rate} = \text{Quality of Arbeit}$$

The Mechanization Rate is controlled by the Central Bank and is subject to changes. They will be requested by the Central Bank for the approval of the State Council and authorization of the Head of State. The Head of State will publicly announce the change in Mechanization Rate on all available means of mass communications (television, radio, website, newspaper, text messages, email notifications, and etcetera).

Imagine for a moment that on a single work-week as a given Zeit, 1 Vocation has a WP of 730 GDM, a WI of 206 GDM, and 2 Force Multipliers. This Vocation is part of a profession employing 2,600 Vocations. The Mechanization Rate has been set to 2% by the Central Bank, which will limit how many Vocations within the national economy can be taken over by automation technologies. In order to find the Quality of Arbeit, the equations are written as such:

$$\begin{aligned} 730.00 (2) - 206.00 &= 1,254.00 \text{ GDM} \\ 1,254.00 * 2,600 &= 3,260,400.00 \text{ GDM} \\ 3,260,400.00 \text{ GDM} * 2\% &= 6,520,800.00 \text{ GDM} \end{aligned}$$

A profession of 2,600 Vocations was contributing 6,520,800.00 GDM worth of Arbeit to the Life-Energy Reserve. This means that on a single work-week, each Vocation contributed a total of 1,254.00 GDM. While it may seem like a lot of Geld for Arbeit from 1 Vocation, having the Central Bank set the Mechanization Rate at 2% will double the amount for each Vocation.

If we know the Value for the outputs of the rest of the national economy, we can use the Mechanization Rate to find the Total Economic Potential (TEP). If we also know the

Attrition/Inaction Rate, we can also find the Real Total Economic Potential (RTEP). But for now, we will only be finding the Quality of Arbeit for a particular profession employing 2,600 Vocations. Here, we are aware of the fact that the State pays the 2,600 Vocations about 2,000 GDM each week as their Paygrade and none of the persons involved had any dependents like children, elderly parents, or siblings and relatives with any known disabilities. Calculating the above information will reveal the final sum of Geld left for the State as the “State Revenue.”

$(\text{Quality of Arbeit} / \text{Vocations}) - \text{Paygrades} - \text{Dependent Payments} = \text{State Revenue}$

$(6,520,800.00 \text{ GDM} / 2600) - 2,000.00 - 0.00 = 508 \text{ GDM}$

In retrospect, a profession employing 2,600 Vocations had spent the work-week contributing 6,520,800.00 GDMs worth of Arbeit to the Life-Energy Reserve at a Mechanization Rate of 2%. The Quality of Arbeit per 1 Vocation on this week is 2,508 GDM. 2,600 people were paid 2,000 GDM each week by the State. The State budget was left with a State Revenue of 508 GDM from each Vocation, their combined total being 1,320,800.00 GDM.

b. Total Economic Potential Formula (Pt. 1 of 2)

In the previous Entry, we discovered the formula for finding the Quality of Arbeit. The Quality of Arbeit governs the Value of Arbeit before any conversions into Geld can be made. Since the Quality of Geld, Total Financial Potential, and Real Total Financial Potential are affected by the economic side of the Work-Standard, we will be exploring the mathematical basis behind the Total Economic Potential. Half of the equations for this formula have been discussed. For those who need to review them, the equations were as follows:

$$WP(FM) - WI = \text{Arbeit of a single Vocation}$$

$$[WP(FM) - WI] * \text{Number of all Vocations} = \text{Arbeit of an entire Profession}$$

$$\text{Profession} * \text{Mechanization Rate} = \text{Quality of Arbeit}$$

$$(\text{Quality of Arbeit} / \text{Vocations}) - \text{Paygrades} - \text{Dependent Payments} = \text{State Revenue}$$

Given these equations, we can deduce how to find the equations needed for the formula to determine the “Total Economic Potential” (TEP). With TEP and given values for the “Total Economic Socialization Rate” (TXR) and the Attrition Rate, the “Real Total Economic Potential” (RTEP) can be found. And if we were able to know all of the above, the formulas and equations used in the financial side of the Work-Standard will also be discovered. The formula and equations for the “Quality of Geld,” “Total Financial Potential” (TFP), “Real Total Financial Potential” (RTFP), and so forth are going to be the topic of a future entry in the SMP Compendium.

To find the TEP, finding the Arbeit of the entire national economy is needed. The equations used in the Quality of Arbeit formula only went as far as finding the Arbeit of a single profession, independent of the rest of the national economy. Going back to the first two equations, they would be formatted as such:

$$[(WP(FM) - WI) * \text{Number of Vocations}] = \text{Arbeit of a Profession}$$

$$(\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Enterprises} = \text{Arbeit of an Industry}$$

$$\text{Industry} + (\text{Other Industries} - \text{Expenditures}) = \text{Arbeit of an Economic Sector}$$

$$[\text{Sector} + (\text{Other Sectors} - \text{Expenditures})] * \text{Mechanization Rate} = \text{Total Economic Potential}$$

Notice that I included an “Expenditures” variable for Professions, Industries, and Sectors. The purpose behind their incorporation into the equations was to reinforce the fact that the Work-Intensity (WI) variable also affected the expenditures. To avoid operating at a loss, the Work-Productivity (WP) variable needs to be greater than the value of WI. Note that WI will remain as an ever-present factor as we go from one Vocation to finding the Total Economic Potential. The Mechanization Rate is used last to find the Total Economic Potential.

With the basic equation for finding the TEP of just one Profession, we can now format work on the rest of the TEP Formula. We reformat our TEP Formula, so that the equations would look something like this:

Total Economic Potential (TEP) Equations

$[(WP(FM) - WI) * \text{Number of Vocations}] = \text{Arbeit of all All Professions (AAP)}$

$(\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Enterprises} = \text{Arbeit of all Industries (AAE)}$

$\text{Industry} + (\text{Other Industries} - \text{Expenditures}) = \text{Arbeit of an Entire Economic Sector (AAS)}$

$[\text{Sector} + (\text{Other Sectors} - \text{Expenditures})] * \text{Mechanization Rate} = \text{TEP of Economy (AN}_1\text{)}$

For the sake of simplicity, let's assume that we are not trading with anyone. It is just us trying to figure out how we are supposed to calculate the TEP Formula. If we know the TEP of the National Economy, we also need to know the TEP of the Socialist Student Economy, the Financial System, the Central Government, and any known International Trades (to be explored later in this Section of the Compendium). If we know the values for the five important categories of the Socialist nation, we can then find the "TEP of the Whole Nation." That equation should read:

$$AN_1 + (AN_2 * MR) + (AN_3 * MR) + (AN_4 * MR) + (AN_5 * MR) = \text{TEP of the Nation}$$

$AN_1 = \text{TEP of National Economy}$

$AN_2 = \text{TEP of Student Economy}$

$AN_3 = \text{TEP of Financial System}$

$AN_4 = \text{TEP of Central Government}$

$AN_5 = \text{TEP of International Trades}$

It should be stressed that in order to find the Real Total Economic Potential (RTEP), an Attrition Rate needs to be uncovered. The whole idea surrounding Attrition is that the source of Currency Depreciation under the Work-Standard is tied to the Quality of Arbeit. What this means is the TEP becomes the metric by which to gauge economic productivity overall and when the Central Bank needs to figure out the real Quality of Arbeit for the entire national economy, not just one specific Vocation, it will rely on the RTEP. The idea there is to inform the Central Bank as where to find the proper limit in how much Currency it can print under the TFP.

c. Total Economic Potential Formula (Pt. 2 of 2)

In the previous part of this entry, the equations on how to calculate the TEP of the nation-state and by extension its RTEP were discussed. Those equations did not include the possibility of the nation-state engaging in international trade. Although the Central Bank will be able to oversee the conversion of Arbeit into Geld under an Autarkic trade policy, there will always be moments where the nation-state may decide to engage in trade with others. Thus, it makes sense for this entry to be split into two parts: the first half not only demonstrates how the equations function but also serve as a foray into how the Central Bank operates under Autarky; the second half reexamines those same equations, doing so with the purpose of understanding how they operate within international trade.

Here, we will be conducting the same operational procedure but with the TXR (Total Economic Socialization Rate) and the NOR (Net Economic Foreignization Rate). To ensure that all Arbeit and Geld are accounted for, the Central Bank will need to calculate the TEP with those two variables included in the equations. Recall the equations needed to find the TEP in Part I:

$$\begin{aligned} &[(WP(FM) - WI) * \text{Number of Vocations}] = \text{Arbeit of a Profession} \\ &(\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Enterprises} = \text{Arbeit of an Industry} \\ &\text{Industry} + (\text{Other Industries} - \text{Expenditures}) = \text{Arbeit of an Economic Sector} \\ &[\text{Sector} + (\text{Other Sectors} - \text{Expenditures})] * \text{Mechanization Rate} = \text{TEP} \end{aligned}$$

Of the four preceding equations, the fourth one is where the TXR and NOR variables are to be included. We rewrite the equation as such:

$$[\text{Sector} + (\text{Other Sectors} - \text{Expenditures}) + (TXR - NOR)] * \text{Mechanization Rate} = \text{TEP}$$

As the revised equation demonstrates, we calculate the Arbeit of the Economic Sectors of the national economy *and* the sum of TXR, subtracted by the NOR, before factoring in the product of the Mechanization Rate to determine the TEP. The TXR refers to the amounts of Arbeit and Geld that the nation-state generates through international trade. Its expenditures, including all outgoing Arbeit and Geld as well any incurred Schuld, fall under the NOR. The equations for TXR and NOR can even be simplified as finding the value of the State Foreignization Investments (SFIs) for the nation's "National-Socialized Enterprises" (NSEs):

$$SFI = TXR - NOR$$

$$TXR = (\text{Foreign Arbeit} - \text{Domestic Expenditures}) + (\text{Domestic Geld} - \text{Foreign Schuld})$$

$$NOR = (\text{Domestic Arbeit} - \text{Foreign Expenditures}) + (\text{Foreign Geld} - \text{Domestic Schuld})$$

As one could probably surmise from those three equations, the TXR is the sum of inflowing Arbeit, outflowing Geld that the State experiences through international trade. It is tempered by the expenses and any Schuld that comes with the operating and upkeep costs, including the Geld needed to pay foreigners for contributing their Arbeit to the Central Bank's Life-Energy Reserve. The State needs to ensure that the amount of Foreign Arbeit it receives will outweigh its expenses and for the Geld the national economy receives to be greater than the Schuld it takes in.

Inversely, the NOR denotes the opposite: it is the sum of all of outflowing Arbeit, inflowing Geld that the State experiences through international trade. This equation is similar to TXR insofar

as it accounts for the opposite end of the transaction between nation-states. If TXR is meant for calculating what the State takes in from foreigners, then the NOR determines how much the State takes out by allowing foreigners access to its Arbeit and the amount of Geld they get to receive. In order for the SFI to achieve a Balance of Trades and Payments, the State must not allow the NOR to be far greater than the value of the TXR. The reason for this has to do with manner in which SFI is factored into the TEP, which becomes more obvious when we decide to write the equation for finding the TEP as the following:

$$[\text{Sector} + (\text{Other Sectors} - \text{Expenditures}) + SFI] * \text{Mechanization Rate} = \text{TEP}$$

Provided that the SFI is not a negative value and assuming it has already been factored into the TEP, all we have to do now is determine the RTEP:

$$\text{RTEP} = \text{TEP} / \text{Attrition Rate}$$

$$\text{Attrition Rate} = (\text{TEP}/\text{RTEP}) * 100$$

Granted, that is not the only way to calculate the Attrition Rate under the Work-Standard. In the next two-entry entry, we will be exploring how the Work-Standard calculates the Attrition/Inaction Rate and its other methods. With this information in mind, we can then tackle the formulas and equations needed to find the Quality of Geld, the Total Financial Potential (TFP), and the Real Total Financial Potential (RTFP).

For those curious about how the TFP accounts for the Foreign Geld and Domestic Geld of SFI and would like to know sooner rather than later, understand that the TFP handles SFI differently than TEP. SFI affects TFP on matters related to the amount of Geld in circulation within the nation-state and outside its borders. This extends into the topic of RTFP affecting the amount of Geld that the Central Bank can print at any given point in Zeit.

D. Work-Standard Formula for Quality of Geld

Before any attempts can be made at finding the Quality of Geld, the Quality of Arbeit needs to be uncovered first. It should be made obvious by now that any economic productivity contributed from Arbeit will also generate Geld through the production of goods and services. The Geld needed for the creation of Arbeit is to be provided to the VCS Economy by the State. The VCS Economy will spend the Geld for manufacturing everything that the Socialist Nation will need. The Arbeit from the actual production process alone falls under the Quality of Arbeit, the Total Economic Potential (TEP) and by extension the Real Total Economic Potential (RTEP).

Quality of Arbeit Equations

$[WP (FM) - WI] * \text{Number of all Vocations} = \text{Arbeit of an entire Profession } (AP_1)$

$(AP_1 + \dots + AP_x) * MR = \text{Quality of Arbeit for a Profession } (QP_1)$

WP = Work-Productivity

FM = Force Multiplier

WI = Work-Intensity

MR = Mechanization Rate

$(AP_1 + \dots + AP_x) * \text{Enterprises} = \text{Arbeit of all Professions within an Enterprise } (AE_1)$

$(AE_1 + \dots + AE_x) * \text{Mechanization Rate} = \text{Quality of Arbeit for an Enterprise } (QE_1)$

$(AE_1 + \dots + AE_x) * \text{Industries} = \text{Arbeit of all Enterprises within an Industry } (AI_1)$

$(AI_1 + \dots + AI_x) * \text{Mechanization Rate} = \text{Quality of Arbeit for an Industry } (QI_1)$

$(AI_1 + \dots + AI_x) * \text{Sectors} = \text{Arbeit of all Industries in the Sectors of National Economy } (AN)$

$(QP + QE + QI) + AN * \text{Mechanization Rate} = \text{Quality of Arbeit for the National Economy } (QW_1)$

$QW_1 + QW_2 + QW_3 + QW_4 + QW_5 = \text{Final Quality of Arbeit } (FW)$

$QW_1 = \text{Quality of Arbeit of the National Economy}$

$QW_2 = \text{Quality of Arbeit for SSE}$

$QW_3 = \text{Quality of Arbeit for the Financial System}$

$QW_4 = \text{Quality of Arbeit for the State}$

$QW_5 = \text{Quality of Arbeit for International Trade}$

The SMP Compendium repeatedly gave recurring statements about how it ‘converts’ Arbeit into Geld, Geld into Arbeit. What exactly does this entail from a financial perspective? Is it even possible for anyone’s Arbeit to be somehow ‘transmuted’ into Geld?

The language throughout the Compendium is adamantly unambiguous about “conversions of Arbeit into Geld.” Under the Work-Standard, the State allocates fixed sums of Geld to economic sectors, allowing Geld to circulate throughout the entire VCS Economy. Geld finances the creation of large amounts of Arbeit from the cultivating and harvesting of natural resources, the refining of raw materials into Equipmentalities, and the turning of Equipmentalities into goods and services. Clearly, the valuation of the Quality of Arbeit is originating from the overall production processes and its sustainability based on the Attrition/Inaction Rate.

Arbeit is being ‘converted’ into Geld whenever and wherever those same economic activities are contributing to other economic activities with Geld itself. This was the Geld facilitating all transactions over the transferring and transporting of Equipmentalities and goods

between professions, enterprises, industries and economic sectors. The Geld facilitating the distribution of components and unfinished products intended for the manufacturing and assembly of goods. The Geld facilitating the distribution of finished goods to the services that need them. The Geld facilitating the selling of goods and services as “Revenue.” And the Geld facilitating the purchasing of goods and services and the paying of “Expenses” in order to create more Arbeit, thereby repeating the whole production process.

These ‘transactions’ are related to the “Economic Socialization” (ES) and “Solidarity Rate” (SR). If the Mechanization Rate (MR) affects the Arbeit, then the ES and SR are related to the Geld that results from the former. Any expansion of Quality of Arbeit (and by extension, TEP and RTEP), even by a small amount with 0% Attrition, is affected by the Quality of Geld. The Quality of Geld is expected to become larger than the Quality of Arbeit because of those conversions.

ES exists within all contexts where the creation of Arbeit of a particular profession yields the Geld needed for the creation of Arbeit by another profession. Certain professions are more able to contribute more Arbeit and thus generate even more Geld because of their importance in allowing the rest of the VCS Economy to function.

SR affects the sustainability at which the Quality of Arbeit can maintain a given rate before any major alterations in the Quality of Geld can occur. Certain professions tend to maintain a steady Quality of Arbeit and can still yield a higher Quality of Geld due to low Attrition Rates. For SR, however, the Quality of Geld equations cover the first half of the production process, namely the “Scale” and “Duration” of the production process. This refers to how large are the efforts of the affected professions and enterprises and how long they are going to sustain those same efforts. The importance of both within Quality of Geld are demonstrated as the following:

Quality of Geld Equations

$QP + (ES_1 + \dots + ES_x) * \text{No. of Vocations} = \text{Geld of Vocations within a Profession (MP)}$

$MP_1 * SR_1 = \text{Quality of Geld for Professions across Professions (MQP)}$

QP = Quality of Arbeit within a Profession

ES₁ = Economic Socialization

SR₁ = Scale / Duration of Production

$QE + (ES_1 + \dots + ES_x) * \text{No. of Enterprises} = \text{Geld of Professions within an Enterprise (ME)}$

$ME * SR_1 = \text{Quality of Geld for Enterprises across Industries (MQE)}$

$QI + (ES_1 + \dots + ES_x) * \text{No. of Industries} = \text{Geld of Industries within a Sector (MI)}$

$MI * SR_1 = \text{Quality of Geld for Industries across Economic Sectors (MQS)}$

$QW + (ES_1 + \dots + ES_x) * \text{No. of Sectors} = \text{Geld of Sectors in the Economy (MS)}$

$(MQP + MQE + MQS) + MS * SR_1 = \text{Quality of Geld across the National Economy (QM}_1\text{)}$

$QM_1 + QM_2 + QM_3 + QM_4 + QM_5 = \text{Final Quality of Geld (FQM)}$

QM₁ = Quality of Geld of the National Economy

QM₂ = Quality of Geld for SSE

QM₃ = Quality of Geld for the Financial System

QM₄ = Quality of Geld for the State

QM₅ = Quality of Geld for International Trade

The general idea about Quality of Arbeit yielding the Quality of Geld is discernible from the equations to find the Quality of Geld itself. The Quality of Arbeit combines with the Economic Socialization among all of the economic actors involved to find the actual amount of Geld circulating within a given part of the VCS Economy. This sum of Geld and the Solidarity Rate governing Scale and Duration of the production process will yield the Quality of Geld.

The variables “MQP,” “MQE,” and “MQS” determine the Quality of Geld, demonstrating how their Geld interacts with their respective industries and sectors as well as the rest of the VCS Economy. The Quality of Geld for the VCS Economy, “QM₁,” when combined with QM₂, QM₃, QM₄ and QM₅, yields the actual Quality of Geld for the whole nation. To avoid confusion, the Quality of Geld for the nation is denoted as “FQM,” just as the Quality of Arbeit for the nation is designated as “FQW.”

Together with FQW and FQM, it is now possible to calculate the Attrition/Inaction Rate without even knowing the TEP and RTEP, TFP and RTFP, or even all four of those variables. Calculating the Attrition/Inaction Rate vis-à-vis FQW and FQM is a lot easier than calculating it with TEP, RTEP, TFP and RTFP because there is a lot less room for error.

But if the “Scale” and “Duration” are the first half of the production process regarding SR, what is the other half of SR and where does it apply within the Work-Standard? The other half of SR, the “Scope” and “Intensity” of the production process, affects the calculations for Total Financial Potential (TFP) and Real Total Financial Potential (RTFP). TFP affects the amounts of Geld that are in circulation by the State and how the Geld in turn affects Arbeit under TEP and RTEP. Where the TEP and RTEP has “Expenses,” the TFP and RTFP has “Revenues.”

The equations for the Attrition/Inaction Rate as well as those governing TFP and RTFP will be covered over the course of the next three Compendium entries.

e. Work-Standard Formula for Attrition/Inaction Rate

The Scotsman Henry Dunning Macleod once coined the term “Gresham’s Law,” which he named after the Englishman Sir Thomas Gresham the Elder, in the 19th century to describe Kapital’s relationship with Commodities. Gresham’s Law states how “Bad Kapital drives away Good Kapital” by pointing out that the “nominal value” of Kapital at face value becomes meaningless in the face of the “commodity value” that created Kapital. A gold coin with a nominal value of 1 GDM cannot be truly valued at “1 GDM” if the commodity value of the gold to mint the coins is higher. The issue becomes more evident when the Central Bank issues coins that are debased, where each coin contains less gold in this instance. It was the biggest motivation behind why governments have their Currencies issued as “Legal Tender” even as banknotes became more commonplace when the Gold Standard met its demise.

And what can be said about the Work-Standard? The Work-Standard argues that “Meaningless Work tends to overwhelm Meaningful Work,” necessitating the need for Quality of Arbeit (QW) and Quality of Geld (QM) as important variables. Meaningless Work, it should be recalled, occurs if there is a low QW and a high QM. The same conclusion applies for the entire nation-state with its “Final Quality of Arbeit” (FWQ) and “Final Quality of Geld” (FQM). When labor unions demand for higher wages and get contradicted by their employers demanding for lower wages, both are essentially arguing that the Quality of Arbeit is worth less than what is officially worth according to the State Commissariats. Both know full well that the Quality of Geld is too high and the Liberal Capitalist way of doing things is to engage in petty squabbles over deciding who gets the biggest share at the other’s expense. This can happen in Liberal Capitalism and in Socialist regimes, the latter if economic policies are unsynchronized with current economic conditions.

To quote the title of that famous treatise from Vladimir Lenin: “*What is to be done?*” The obvious consideration is to not press for the most Geld from the highest Quality of Geld for the least Arbeit from the lowest Quality of Arbeit. Outside of the Work-Standard, this is what causes the most friction between superiors and subordinates. Under the Work-Standard, however, that is how someone depreciates the Value of their Currency vis-à-vis a rising Attrition Rate.

What needs to be done is for superiors and subordinates alike to *contribute the most Arbeit from the **highest-possible Quality of Arbeit** to receive the most Geld from the **lowest-possible Quality of Geld***. That is the real meaning of what the Work-Standard refers to as “Meaningful Work.” Great emphasis is to be placed on the Arbeit itself, the passion that comes with pursuing the Vocation as opposed to the monetary returns that will come afterward. Never forget that the State of the Socialist Nation still has a Constitutional Obligation to ensure that everyone receives the Geld for their Arbeit under the current economic conditions. A superior Quality of Arbeit will yield more Geld through the lower the Quality of Geld, and this can be demonstrated by the equations for the Attrition/Inaction Rate as well as the “Total Financial Potential” (TFP) and “Real Total Financial Potential” (RTFP).

For the Attrition/Inaction Rate, there are three ways of finding the Attrition Rate. The first way is, as discussed in the Total Economic Potential (TEP) Formula, to take the quotient of TEP and the “Real Total Economic Potential” (RTEP), then multiply it by 100. Of course, this is not possible without finding the RTEP, which requires finding the quotient of TEP and the Attrition Rate. Both equations are written as follows:

$$\text{RTEP} = \text{TEP} / \text{Attrition Rate}$$

$$\text{Attrition Rate} = (\text{TEP}/\text{RTEP}) * 100$$

The second way, which will be discussed in the relevant entries for Total Financial Potential, follows a similar format. They are formatted as the following:

$$\text{RTFP} = \text{TEP} + \text{TFP} / \text{Attrition Rate}$$

$$\text{Attrition Rate} = (\text{TEP} + \text{TFP}/\text{RTEP} + \text{RTFP}) * 100$$

Note how the TEP is being used here instead of RTEP to find the RTFP. As with RTEP, RTFP is supposed to include the Attrition Rate only once and not twice in a redundant manner. It should be noted that finding the Attrition Rate with either TEP and RTEP or TFP and RTFP cannot be possible without knowing the RTEP and RTFP. Both RTEP and RTFP cannot be found without finding the Attrition Rate first. The reason why those two methods exist is because in real-world economic conditions, there may be moments where economic planners will need to know what the Attrition Rate is based on the available data obtained from RTEP, TEP, RTFP and TFP. When they want to find the Attrition Rate for themselves without RTEP or RTFP, they will be finding the quotient of the FQW and FQM. That equation is written as:

$$\text{Final Quality of Arbeit (FQW)} / \text{Final Quality of Geld (FQM)} = \text{Attrition Rate}$$

In real-world economic conditions, it is to be expected that the FQW will be lower than the FQM. The Attrition Rate tends to rise when FQW outpaces the FQM and the Inaction Rate tends to rise when the FQM significantly overwhelms the FQW. Let's suppose for a moment that the Socialist Nation has an FQW of 8,100,000 GDM and an FQM of 17,240,000 GDM.

$$8,100,000 \text{ GDM} / 17,240,000 \text{ GDM} = 0.469837587 = +0.47\% \text{ Attrition Rate}$$

Based on the equation, it can be argued that the "+0.47%" reflects the current Attrition Rate. That 0.47 can be applied with TEP to find the RTEP or with TFP to find the RTFP. Note how the Attrition Rate includes a positive cosign. Since fractional denominators at "0" is considered illogical within the realm of mathematics, the Inaction Rate must include a negative cosign.

The implications of the cosigns can indicate that as Attrition carries over to the following year, an Inaction Rate can lower the Attrition Rate overall. If the Attrition Rate is "+2.41%" during Summer 2018 and there was an Inaction Rate of "-0.56%" during Fall 2018 all because of the holidays (people working less and spending the holidays with family and friends), the Attrition/Inaction Rate at the start of Winter 2019 will be at "1.85%." The VCS Economy can afford to tolerate the Inaction Rate of -3.00% before bestowing a Recession onto the Socialist Nation as well as an Attrition Rate of +3.00% before the value of the Currency depreciates and undermines economic productivity for the VCS Economy.

No matter what happens, do not go overboard with either Attrition, Inaction or else both. Know the limits of the Totality, the State, and yourself. Excessive Attrition is just as bad as excessive Inaction. High Attrition causes the Prices of everything to spiral out of control. High Inaction will cause a Recession or worse, a Depression.

f. Total Financial Potential Formula (Pt. 1 of 2)

With the Quality of Arbeit (QW), Total Economic Potential (TEP), Real Total Economic Potential (RTEP), Attrition/Inaction Rate and now the Quality of Geld (QM), it is now feasible to determine the Total Financial Potential (TFP) and Real Total Financial Potential (RTFP). Where TEP and RTEP denoted the Arbeit side of the Work-Standard, TFP and RTFP denotes the Geld side of the Work-Standard. Finding the values for TFP and RTFP will allow us to determine how much Geld is in circulation as the result of being generated from economic activities. It will also determine how Geld is being converted from Arbeit by means of the Quality of Geld.

The Quality of Geld has already accounted for the Quality of Arbeit as demonstrated in the preceding entry. This is because finding the Quality of Geld required us to include the first half of the Solidarity Rate (SR) into our calculations. Those who read that previous entry will even recall that the SR is always split into two halves to facilitate the conversion of Arbeit into Geld by the first half and Geld into Arbeit by the other half. The first half of SR was a quotient featuring the “Scale” and “Duration” of the production process. Scale refers to the rate at which goods and services are being produced as contributions of Arbeit over a set amount of Zeit. The Duration refers to the rate at which that same amount of Arbeit is being contributed per unit of Zeit.

Here, the second half of SR is also a quotient, except this time it will be covering the “Density” and “Scope” of the same production process. Density refers to the rate at which resources and manpower are consumed in the creation of goods and services over a set amount of Geld. The Scope refers to the diversification of different specialty goods and services to determine how much Geld is being generated from their production, distribution and consumption.

To find the Total Financial Potential of individual sections of the VCS Economy, take the Quality of Geld for Vocations (MP), Enterprises (ME), Industries (MI) and Economic Sectors (MS), multiply each of them by the quotient of the second half of their Solidarity Rates to find the Geld that each one generates. Once the Geld for Vocations, Enterprises, Industries and Sectors have all been accounted for, combine them to find the sum of the TFP for the VCS Economy.

The equations are to be formatted as such:

Total Financial Potential (TFP) Equations

$(MP + \text{Revenue}) * SR_2 = \text{Geld of all Professions (MAP)}$

$(ME + \text{Revenue}) * SR_2 = \text{Geld of all Enterprises (MAE)}$

$(MI + \text{Revenue}) * SR_2 = \text{Geld of all Industries (MAI)}$

$(MS + \text{Revenue}) * SR_2 = \text{Geld of all Sectors (MAS)}$

$SR_2 = \text{Density} / \text{Scope of Production}$

$MAP + MAE + MAI + MAS = \text{TFP of the Economy (MN}_1\text{)}$

Remember that the above equations were only for the VCS Economy alone. To find the TFP of the nation as a whole, the TFPs for the SSE, Financial Regime (Read: the Arbeit and Geld of State Commissariats, Kontore, state commissars, economic planners, accountants, and inspectors), the State and from International Trade. The sum of all five will yield the TFP of the nation.

$MN_1 + (MN_2 + \text{Revenue} * SR_2) + (MN_3 + \text{Revenue} * SR_2) + (MN_4 + \text{Revenue} * SR_2) + (MN_5 + \text{Revenue} * SR_2) = \text{TFP of the Whole Nation}$

MN_1 = TFP of the National Economy

MN_2 = Geld of the SSE

MN_3 = Geld of the Financial Regime

MN_4 = Geld of the State

MN_5 = Geld from International Trade

Together with TEP, TFP and the Attrition Rate, it is now possible to determine the RTEP and the RTFP. The equation for both RTEP and RTFP are listed below as they appeared from the Quality of Geld Compendium entry:

RTEP and RTFP Equations (If TEP, TFP, and Attrition are all given)

$RTEP = TEP / \text{Attrition Rate}$

$\text{Attrition} = (TEP / RTEP) * 100$

$RTFP = TEP + TFP / \text{Attrition Rate}$

$\text{Attrition Rate} = (TEP + TFP/RTEP + RTFP) * 100$

The goal of RTEP and RTFP is to calculate the extent of Attrition affecting the values of Arbeit and Geld and how they interact with the rest of the Socialist Nation. By obtaining those values, the sum of RTEP and RTFP can then be determined as the nation's "Total Productive Potential" (TPP). TPP is the variable that the Central Bank will be relying on to know how much Geld needs to be put into circulation under the direct command of the State and the Totality. Everyone needs Geld at some point in their lives and that will be fulfilled by the Financial Regime.

Finding the TPP requires knowing the values for RTEP, RTFP, "People's Geld," "State Budget," "NSFIs" and "State Investments." The People's Geld refers to the amount of Geld that the Totality owns, the State Budget referring to the amount of Geld that the State owns. The value of all issued NSFIs, as financial instruments employed under the Work-Standard, are denoted by the returns of Arbeit and Geld that occur while they are still active. And the State Investments refer to the extra Geld that the State is trying to generate to boost economic growth for the VCS Economy within the nation itself or abroad; any unspent Geld falls under this category.

The equation for TPP reads as this:

$TPP = (\text{State Budget} + \text{People's Geld}) + (RTEP + RTFP) + (\text{NSFIs} + \text{State Investments})$

In the next part of this entry, a further exploration of TPP is in order. Included in the other half are discussions related to the role of Indices by the Kontore and the State Commissariats. The Kontore rely on Indices to find out the contributions of Arbeit and the generations of Geld by investors under the terms of their NSFIs. The State Commissariats employ Indices in order to gauge the rate at which Prices tend to rise and fall within the framework of the Work-Standard.

Everything discussed about the Quality of Arbeit, Quality of Geld, Total Economic Potential and Total Financial Potential will be incorporated into subsequent entries related to the mathematics of the Work-Standard. Later, we will discuss about the various accounts that

economists are going to need to calculate the economic and financial strength of the Socialist Nation. Rest assured, there are to be no forgeries, embezzlement, fraud, corruption, and waste beyond this entry.

g. Total Financial Potential Formula (Pt. 2 of 2)

In [Part II](#) of “Total Economic Potential Formula,” I stated it would be permissible for the calculations of TEP and RTEP to also factor in the extent of international trade.

Here, we will be conducting the same operational procedure but with the TXR (Total Economic Socialization Rate) and the NOR (Net Economic Foreignization Rate). To ensure that all Arbeit and Geld are accounted for, the Central Bank will need to calculate the TEP with those two variables included in the equations. Recall the equations needed to find the TEP in Part I:

$$\begin{aligned} [(WP(FM) - WI) * \text{Number of Vocations}] &= \text{Arbeit of a Profession} \\ (\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Enterprises} &= \text{Arbeit of an Industry} \\ \text{Industry} + (\text{Other Industries} - \text{Expenditures}) &= \text{Arbeit of an Economic Sector} \\ [\text{Sector} + (\text{Other Sectors} - \text{Expenditures})] * \text{Mechanization Rate} &= \text{TEP} \end{aligned}$$

Of the four preceding equations, the fourth one is where the TXR and NOR variables are to be included. We rewrite the equation as such:

$$[\text{Sector} + (\text{Other Sectors} - \text{Expenditures}) + (\text{TXR} - \text{NOR})] * \text{Mechanization Rate} = \text{TEP}$$

As the revised equation demonstrates, we calculate the Arbeit of the Economic Sectors of the national economy and the sum of TXR, subtracted by the NOR, before factoring in the product of the Mechanization Rate to determine the TEP. The TXR refers to the amounts of Arbeit and Geld that the nation-state generates through international trade. Its expenditures, including all outgoing Arbeit and Geld as well any incurred Schuld, fall under the NOR. The equations for TXR and NOR can even be simplified as finding the value of the State Foreignization Investments (SFIs) for the nation’s “National-Socialized Enterprises” (NSEs):

$$SFI = TXR - NOR$$

$$TXR = (\text{Foreign Arbeit} - \text{Domestic Expenditures}) + (\text{Domestic Geld} - \text{Foreign Schuld})$$

$$NOR = (\text{Domestic Arbeit} - \text{Foreign Expenditures}) + (\text{Foreign Geld} - \text{Domestic Schuld})$$

Everything that I had written there is still applicable here. Basically, the RTEP side includes all of the Arbeit and Geld that came from any Real Trade Agreements where our State was allowed to operate one of our Enterprises in a foreign nation. On the RTFP side, the “TXR” and “NOR” variables change of roles. If RTEP’s TXR referred to the Arbeit and Geld that we were generating and its NOR was the Arbeit and Geld that a foreign nation was generating within any Real Trade Agreement, then RTFP’s TXR and NOR pertain to the Arbeit and Geld that we are receiving from any NSFIs and State Investments:

$$SFI_2 = TXR_2 - NOR_2$$

$$TXR = (\text{Domestic NSFIs} - \text{Foreign Service Fee}) + (\text{Domestic Investments} - \text{Foreign Expenses})$$

$$NOR = (\text{Foreign NSFIs} - \text{Domestic Service Fee}) + (\text{Foreign Investments} - \text{Domestic Expenses})$$

The “Domestic” in this instance refers to our State’s NSFIs and Investments to a foreign nation. Conversely, the “Foreign” is that other nation’s NSFIs and Investments. Whenever our State decides to purchase NSFIs and allocates Geld for Investment, the other nation is legally obliged under the terms of the Real Trade Agreement to charge the Service Fee and Expenses to our State. The reverse will always be expected from our State for the other nation. Do note that the RTFP side of NOR and TXR is only applicable if the other nation has already pegged their national currency to the Work-Standard. Any Kapital from Liberal Capitalist regimes or Socialist regimes not pegged to the Work-Standard have their own equations.

Based on the aforementioned important factors, we will not be delving into TXR and NOR in this SMP Compendium entry. Any further discussions of TXR and NOR are to be found in the following Compendium entries: “Domestic Accounts for Inflowing Arbeit, Outflowing Geld,” “Domestic Accounts for Outflowing Arbeit, Inflowing Geld,” “Foreign Accounts for Inflowing Arbeit, Outflowing Geld,” and “Foreign Accounts for Outflowing Arbeit, Inflowing Geld.”

For now, the focus of this Entry is the Total Productive Potential (TPP) equation. The TPP Equation, it should be recalled, was this equation described towards the end of Part I:

$$TPP = (\text{State Budget} + \text{People's Geld}) + (\text{RTEP} + \text{RTFP}) + (\text{NSFIs} + \text{State Investments})$$

How would the Central Bank read this equation? The Central Bank begins with finding the sum of the “Life-Energy Reserve and TPP Accounts” (LER-TPP Accounts), followed by the sum for the “State Investment and Economic Foreignization Accounts” (SI-EF Accounts).

The Central Bank’s LER Account refers to all of the Arbeit and Geld that our VCS Economy generates under RTEP and RTFP. The TPP Account denotes the State Budget and the Geld which everyone already owns within their separate personal accounts. Adding to the sum of the LER-TPP Accounts is the Arbeit and Geld from all active NSFIs issued to the Totality of our nation, as well as any Investments which our State has set aside for the VCS Economy. These Investments range from the Revenue of specific Taxes mentioned in [Part III](#) of “Taxation and the Work-Standard” to the allocations of additional Geld for the VCS Economy’s activities within our own nation or else for Enterprises operating abroad. Once the Central Bank adds the LER-TPP Accounts and the SI-EF Accounts, it will soon discover the sum of the TPP equation. And when it does, the Central Bank will know how much Geld can be put into circulation at any given period.

Simplifying the original TPP equation, the Central Bank will calculate the equation as this:

$$\underline{TPP = TPP \text{ Account} + LER \text{ Account} + SI-EF \text{ Accounts}}$$

Concluding with our discussion of the Total Financial Potential Formula, I should point out that the “Indices” mentioned in [Part I](#) are the ways which we can track the overall performance of the Socialist nation. Our economic planners, banks, State Commissariats, the SSE and the whole VCS Economy are constantly transmitting encrypted information to the Kontore in real time. Another role of the Kontore includes the relaying of information related to the overall performance of the nation-state under the Work-Standard. Earlier in the SMP Compendium, I stated there were various Financial Indices for the Central Bank and the Totality to evaluate while tracking the overall TPP equation in [“How the Central Bank sets the Exchange Rates under the Work-Standard”](#):

For the Quality of Arbeit, there is the Meaningful Work Rating (MWR), the For My People Index (FMPI) and the Civil Service Performance Index (CSPI). The MWR determines the rate at which foreigners are willing to allow their Arbeit be converted into Geld by the Central Bank. FMPI refers to the Geld that they intend to send back to their own nation-state, while the CSPI is the amount of Geld that they will need for their Duties under the terms of a trade agreement. In the latter two categories, they determine how much Geld is capable of improving the Quality of Arbeit by lowering the Quality of Geld.

And for the Quality of Geld, there is the Cost-of-Dying Rating (CDR), the World Improvers Index (WII) and the Ease of Terrorizing Others Index (ETOI). As the Work-Standard version of “Cost-of-Living,” the CDR denotes the amount of Geld that the Totality will need from the Central Bank before Death. The WII refers to the amount of Arbeit that the Totality has devoted to foreign trade and investment. And the ETOI determines how much Arbeit is devoted to serving foreign tourists and investors; a high rating is indicative of the nation-state relying on tourism and foreign investment as sources of Geld. In short, all of these indices increase the Quality of Geld by lowering the Quality of Arbeit.

For both sets of indices, the Central Bank will be coordinating its activities with the Kontore and Commissariats of Wages and Prices. A few additional variables exclusive to this particular codetermination becomes applicable once the State accepts the terms of a Real Trade Agreement. Rather than FDIs (Foreign Direct Investments), the State is enabled by the Work-Standard to allow for the existence of SFIs (State Foreignization Investments). SFIs refer to the influx and outflux of Arbeit and Geld or Kapital and Schuld across the nation-state’s borders through its National-Socialized Enterprises. They are applicable for each NSE and can be factored alongside the indices for Qualities of Arbeit and Geld to find the Total Economic Socialization and Net Economic Foreignization Rates. With all of these variables coming full circle back to TXR and NOR respectively, the Central Bank is now able to calculate how much Arbeit and Geld was gained or lost from foreign trade and how that in turn affects the Value of the Currency within Exchange Rates.

As one will probably notice, the implications for some of these Financial Indices pertain to their effects on the RTEP side and RTFP side of the LER Account, the rest affecting either the TPP Account or the SI-EF Accounts. The general basis behind each Financial Index eventually ties in with the purposes behind TXR and NOR over the course of the next four Compendium entries, investigating how each aspect of the TPP equation interacts with those Financial Indices.

h. Introduction to Command-Obedience Account Bookkeeping

A heavily reworked version of Double-Entry Bookkeeping, Command-Obedience Bookkeeping is the preferred accounting system under the Work-Standard. As pointed out in an early post on The Fourth Estate Blog, Double-Entry Bookkeeping contributed to the formation of the Capitalism in Liberal Capitalism during the Renaissance. It paved the way for the corruption and upheavals that made the Protestant Reformation and the Sectarian conflicts between Catholics and Protestants in the German-speaking world possible.

Command-Obedience Bookkeeping did not just *change* the rules of Double-Entry Bookkeeping; it *rejected* them outright in favor of a variant custom-tailored specifically for the transmuting of *Arbeit* into *Geld* under the Work-Standard. This meant replacing ‘Debit’ and ‘Credit’ with ‘Command’ and ‘Obedience’, replacing ‘Assets’, ‘Liabilities’, and ‘Equities’ with ‘State’, ‘Totality’, and ‘Self’. Everyone under ‘Totality’ and ‘Self’ are no longer deemed Liabilities and Equities, the ‘State’ now governed by both the Totality and the Self.

<i>Obedience</i>	<i>Command</i>
State	Totality + Self
Self	Income + Net Income + (Dependents + Years) – Geld – Arbeit – Drawings
Totality	Income + Net Income + (Dependents + Years) – Geld – Arbeit – Drawings
State	Holdings + Geld + Arbeit – Expenses – Net Incomes (Totality + Self)

The Totality and the Self, as “Productive Property Owners” of the State’s Enterprises under its Vocational Civil Service economic model, shall give the *Revenue* and the *Arbeit* to the State, otherwise *Schuld* will be incurred. Both the Totality and the Self are given a *Net Income* based on a *Number of Dependents* and *Years of Service*. All are paid weekly and the amount all are given is dependent on the conditions of the national economy. Any ‘*Drawings*’ of *Geld* from the State for personal use or for obtaining loans (which will happen less often under the Work-Standard) is counted as *Schuld* and must be paid back in full without any Interest whatsoever.

Geld is generated by the VCS Economy as a whole, a particular Economic Sector or Enterprise, a given Profession, or by a single Vocation through financial transactions. *Arbeit* represents the Value of *Arbeit* by any or all of the above and are usually factored in as the Total Economic Potential. The variable also factors in the overall spending, production and upkeep costs on behalf of the Totality and the Self, on all necessities that they need to run the Enterprises collectively. *Holdings* are the *Geld* left over for the State to administrate, to allocate to a People’s Surcharge for the flourishing of the Totality and the Self or else spent on increasing the “Total Financial Potential” (TFP) vis-à-vis the “Total Economic Potential” (TEP). Note that the Attrition Rate will not be factored here, as that would only yield the “Real Total Financial Potential” (RTFP) and “Real Total Economic Potential” (RTEP).

Below are demonstrations of all four sets of equations within Command-Obedience Account Bookkeeping System. Going back to the Quality of *Arbeit* entry, imagine we are managing the accounts of one of the 2,600 people employed in a profession within a single State-Owned Enterprise. This person has three children and has been working at the SOE for twelve

years. Their total income is 42,000.00 GDM. In addition to being on the 2,000 GDM Paygrade, the 3 dependents and 12 years of service allows them to be eligible to earn 30,000 GDM per week. The Quality of Arbeit for their Vocation on a weekly basis is 1,254.00 GDM and the Revenue from this Vocation is 2,312.00 GDM. There was no need to borrow Geld from the State.

$$\begin{aligned}\text{Self} &= \text{Income} + \text{Net Income (Dependents + Years)} - \text{Geld} - \text{Arbeit} - \text{Drawings} \\ &= 42,000.00 \text{ GDM} + 2,000.00 \text{ GDM} (3 + 12) - 2,312.00 \text{ GDM} - 1,254.00 \text{ GDM} - 0.00 \text{ GDM} \\ 68,434 \text{ GDM} &= 72,000 \text{ GDM} - 3,566 \text{ GDM}\end{aligned}$$

In total, one of the 2,600 people employed at a single SOE began the work-week with 42,000 GDM. Assuming they did not spend anything over the course of that work-week, they should have 68,434 GDM left over by the end of the work-week. Any additional expenses on their personal accounts will return a lower figure. We can apply a similar methodology to the other 2,599 people and have their accounts be calculated as constituting part of the “Totality” variable.

Thus, it begs the question: how would this translate to the national accounts of the State? Since I wanted to demonstrate how similar the Self and Totality accounting equations are more similar than when compared to the State, the previous example will not be carried over to this demonstration. Instead, I will be relying on the example developed from the SMP Compendium entry on finding the Quality of Arbeit. In that particular entry, those 2,600 Vocations at this one SOE were contributing 6,520,800.00 GDM in Arbeit at a Mechanization Rate of 2%. We know that the Expenses and the Net Incomes were discovered to be 5,200,000 GDM, allowing us to conclude that the State earned 1,320,800 GDM as “State Revenue.”

As for the “Geld” variable, let’s assume for a moment that the State had a single account for the SOE and needed to figure out how much Geld it will be receiving. All of the Vocations each contributed 2,312 GDM in Geld within financial transactions as Geld, yielding a combined total of 6,011,200 GDM. The Vocations may be creating finished goods or providing a service that necessitate the Price. It can be argued that the 2,312 GDM was the listing Price their SOE sold the goods to another Enterprise that wanted to purchase them.

The Holdings that the State had for this SOE in its national accounts, prior to this work-week, was 12,005,140 GDM. This was the amount of Geld the State had in the account for the SOE. The Geld was the final sum of the SOE’s economic activities from last week and even before that, especially if the SOE has been operating long before the current work-week.

With all of the above information, we can apply the information to following equation:

$$\begin{aligned}\text{State} &= \text{Holdings} + \text{Geld} + \text{Arbeit} - \text{Expenses} - \text{Net Incomes (Totality + Self)} \\ \text{State} &= 12,005,140.00 \text{ GDM} + 6,011,200.00 \text{ GDM} + 6,520,800.00 \text{ GDM} - 5,200,000.00 \text{ GDM} \\ 19,337,140 \text{ GDM} &= 18,016,340 \text{ GDM} + 1,320,800 \text{ GDM}\end{aligned}$$

Therefore, we concluded that the State’s account for a single SOE was 19,337,140 GDM. This will be the Holdings for next week and any additional expenses during that given point in Zeit will cause the Holdings to decrease or increase. It all depends on the overall performance of the SOE in relation to the rest of the VCS Economy. If the SOE is able to somehow avoid operating at a loss, it was because every Vocation was productive enough to ensure the Holdings increased in spite of any expenditures.

i. Domestic Accounts for Inflowing Arbeit, Outflowing Geld

Total Productive Potential	Income (TPP Account)	Production (LER Account)	Mobilization (SI-EF Accounts)
	(State Budget + People's Geld)	(RTEP + RTFP)	(NSFIs + State Investments)

Over the course of the entry and the next three, we will be expanding our previous math equations to include other variables still unaccounted for this Section. Prior to the entry, all of our equations have been designed from the premise that the Socialist nation is still relying on 19th and 20th century technologies, not 21st and 22nd technologies. Thus, expect the table to expand because everything will be consolidated in the final three entries of this Section.

For this SMP Compendium entry and the next three entries, we will be working with four separate sets of expanded equations that address all factors which have not yet been accounted for under the Command-Obedience Account Bookkeeping and the TPP equation. Our goal is to consolidate everything learned from the other Sections in the rest of the Compendium, organizing them under the TPP equation's "Income," "Production," and "Mobilization." Every equation discussed from hereon will fall under those three categories.

The term "Inflowing Arbeit" refers to the fact that Arbeit is entering the Life-Energy Reserve without any direct intervention from the State. Everything discussed here has the State *receiving* Arbeit from the Totality or another nation in the context of Real Trade Agreements. As for the term "Outflowing Geld," it refers to the fact that the State is *sending* Geld to the Totality or another nation in the context of Real Trade Agreements. Included here are Taxes, State Investments and Foreign Investments, Digital Arbeit and Digital Geld, People's Surcharges, Imports and Exports.

Pay very close attention and understand the Intent that went into creating the following equations. I am about to demonstrate what is going to happen if the Socialist nation makes a shift from 19th and 20th century analog technologies to more recent 21st and 22nd century digital technologies. *All equations up until this entry were written to simulate the Socialist nation still relying on older analog technologies and is recently beginning to develop digital technologies.*

1. Equations of LERE (Life-Energization Reciprocal Electrification) processes

The LERE (Life-Energization Reciprocal Electrification) process has Digital Arbeit and Digital Geld originating from all economic and financial activities on the national Intranet of the Socialist nation, its access to the international Internet and a national Intranet of another Socialist nation with its Currency pegged to the Work-Standard. We will need to determine how Digital Arbeit and Digital Geld are both converted into actual Arbeit and Geld before converging on the Life-Energization Reciprocity process. The LERE process begins with us perceiving the equation for the LER Account as this:

$$\text{LER Account} = (\text{RTEP} + \text{RTFP}) + \text{LERE}$$

$$\text{LERE} = \text{EDW} + \text{EDM}$$

EDW = Electrified Quality of Digital Arbeit

EDM = Electrified Quality of Digital Geld

What we need to do is mathematically rewrite the entire equations for the TEP and TFP Formulas so that the LER Account then reads:

$$\text{LER Account} = \text{RTEP} + \text{RTFP}$$

$$\text{RTEP} = (\text{TEP} + \textbf{EDW}) / \text{Attrition Rate}$$

$$\text{Attrition} = (\text{TEP} + \textbf{EDW} / \text{RTEP}) * 100$$

$$\text{RTFP} = (\text{TEP} + \textbf{EDW}) + (\text{TFP} + \textbf{EDM}) / \text{Attrition Rate}$$

$$\text{Attrition} = [(\text{TEP} + \textbf{EDW}) + (\text{TFP} + \textbf{EDM}) / (\text{RTEP} + \text{RTFP})] * 100$$

By doing so, we can account for all of the Digital Arbeit and Digital Geld that originated from the the Socialist nation's Intranet and access to the Internet and other Intranets. A special equation is needed by LERE Refineries convert to the Digital Arbeit into Digital Geld before the Central Bank could convert the Digital Geld into Actual Geld.

2. Equations for conversions of LERE to LER (Life-Energization Reciprocity)

Once the LER process is brought online vis-à-vis the LERE process, the Socialist nation can now achieve economic growth from within its own national Intranet. The secret is the implementation of a special "Blockcycle" where the owner of a website contributes Arbeit by offering an online service. Any Vocation that engages in both offline and online services will receive a bonus Force Multiplier by 1.00 to account for the Blockcycle, which is a huge difference when one realizes that most Vocations in the VCS Economy generally have FMs ranging from 1.00 to 2.00.

The Blockcycle basically involves the Quality of Arbeit and Quality of Geld equations in digital forms. Begin with the first step in the Quality of Arbeit (QW) Formula to a special variant of the Final Quality of Arbeit (FWQ) called the "Electrified Quality of Digital Arbeit" (EDW). Important areas of interest are boldfaced, italicized, and underlined to demonstrate the Blockcycle:

Electrified Quality of Digital Arbeit (EDW) formula

[Only Applicable if the VCS Economy is operating an Information Sector!]

$$([\text{WP (FM)} - \text{WI}] * \text{All Vocations}) = \text{AP}_1 \text{ (Arbeit of a Profession)}$$

Next, combine AP₁ with the Digital Arbeit:

$$\textbf{\underline{AP}_1 + ([\textbf{\underline{WP(FM)}} - \textbf{\underline{WI}}] * (\textbf{\underline{All MATVs}} + \textbf{\underline{MARVs}} + \textbf{\underline{C-Wings}} + \textbf{\underline{Robotics}})) = \textbf{\underline{DAP (Digital Arbeit of a Profession)}}}$$

$$\textbf{\underline{DAP * Mechanization Rate = Quality of Digital Arbeit for a Profession (ODP_1)}}$$

Technology electrifies the whole Socialist nation when fielded by the Figure of the Arbeiter. The Arbeiter contributes way more Arbeit by programming his Technology to assist himself, tremendously boosting his own Quality of Arbeit through the electrification of his Will-to-Power.

Continue the same operation for the rest of the Quality of Digital Arbeit equations.

$$(DAP_1 + \dots + DAP_x) * Enterprises = \text{Digital Arbeit of all Professions within an Enterprise } (DAE_1)$$

$$(DAE_1 + \dots + DAE_x) * Mechanization Rate = \text{Quality of Digital Arbeit for an Enterprise } (ODE_1)$$

$$(QDE_1 + \dots + QDE_x) * Industries = \text{Arbeit of all Enterprises within an Industry } (DAI_1)$$

$$(DAI_1 + \dots + DAI_x) * Mechanization Rate = \text{Quality of Digital Arbeit for an Industry } (ODI_1)$$

$$QDP + QDE + ODI = \text{Electrified Quality of Digital Arbeit for the Digital Economy } (EDW)$$

Note: the EDW variable applies only for the Information Sector of the VCS Economy, which has only been around since the 1970s. Every economic activity in the national Intranet falls under the economic governance of that Sector. When we want to extend the Blockcycle's EDW into the FQW as it enters the Life-Energy Reserve, we mark the transaction with a "LERE-Stamp." Carefully encrypted, the LERE-Stamp includes the Arbeiter's Rank, Name, Profession, Enterprise, and Industry. It also includes their Technology's Manufacturer, Model, Variant (and Subvariant or Derivative, if any), Production Serial Number, as well as its Whereabouts, Dates and Times, Intents and the *Schwerpunkt* (Focal Point) of its activities.

The Blockcycle is halfway finished upon discovery of the EDW. It proceeds to find the special variant of the Quality of Geld Formula, the "*Electrified Quality of Digital Geld*" (EDM).

Electrified Quality of Digital Geld (EDM) formula

[Only Applicable if the VCS Economy is operating an Information Sector!]

We begin with the first two steps in the formula to find the Quality of Geld, which was to find the Geld of Vocations within a Vocation (MP):

$$QP + (ES_1 + \dots + ES_x) * No. of Vocations = \text{Geld of Vocations within a Profession } (MP)$$

$$MP_1 * SR_1 = \text{Quality of Geld for Professions across Professions } (MQP)$$

QP = Quality of Arbeit within a Profession

ES_1 = Economic Socialization

SR_1 = Scale / Duration of Production

Please remember that we are not relying on Final Quality of Arbeit (FQW). We are instead relying on the *Electrified Quality of Digital Arbeit* (EDW). Like the Quality of Arbeit Formula, the Quality of Geld Formula also changes. Therefore, we rewrite those first two steps as such:

$[ODP_1 + (ES_1 + \dots + ES_x)] * (All\ Vocations + MATVs + MARVs + C-Wings + Robotics) = Geld\ of\ the\ Arbeiter's\ Vocations\ and\ Technology\ (DMP_1)$

$DMP_1 * SR_1 = Quality\ of\ Digital\ Geld\ for\ Professions\ with\ the\ Arbeiter's\ Technologies\ (ODMP)$

$ODE_1 + (ES_1 + \dots + ES_x) * No.\ of\ Enterprises = Geld\ of\ the\ Arbeiter's\ Enterprises\ and\ Technology\ (DME_1)$

$DME_1 * SR_1 = Quality\ of\ Digital\ Geld\ for\ Enterprises\ with\ the\ Arbeiter's\ Technologies\ (ODME)$

$[ODI_1 + (ES_1 + \dots + ES_x)] * (All\ Vocations + MATVs + MARVs + C-Wings + Robotics) = Geld\ of\ the\ Arbeiter's\ Enterprises\ and\ Technology\ (DMI_1)$

$DMI_1 * SR_1 = Quality\ of\ Digital\ Geld\ for\ Industries\ with\ the\ Arbeiter's\ Technologies\ (ODMI)$

$ODMP + ODME + ODMI = Electrified\ Quality\ of\ Digital\ Geld\ (EDM)$

Notice that I did not use the “MS” variable in the Electrified Quality of Digital Geld Formula. The “MS” variable, if one has already forgotten, was the “Geld of Sectors in the Economy” (MS) from the original Quality of Geld Formula. The same is also true for the “AN” variable, which is the “Arbeit of Industries within the Sectors of the Economy” for the original Quality of Arbeit Formula. Digital Arbeit and Digital Geld are created by the Information Sector, which exists as part of the VCS Economy.

The process in which we integrate EDW with FQW for RTEP and EDM with FQM for RTFP bears an uncanny resemblance to that one famous Soviet slogan that Vladimir Lenin proclaimed in his speeches from 1920:

“Communism is Soviet Power plus the Electrification of the Whole Country. Otherwise the country will remain a small-peasant country, and we must clearly realize that. We are weaker than Liberal Capitalism, not only on the world scale, but also within the country. That is common knowledge. We have realized it, and we shall see to it that the economic basis is transformed from a small-peasant basis into a large-scale industrial basis. Only when the country has been electrified, and industry, agriculture and transport have been placed on the technical basis of modern large-scale industry, only then shall we be fully victorious.”

[Read: Communism = Soviet Power + Electrification of the Whole Country]

What Lenin really meant was:

The Hegelian “Total Mobilization of Production for Dasein” is the Nietzschean “Will-to-Power of the Arbeiter” and the Kantian “Electrification of the Totality.”

The “Total Mobilization of Production for Dasein” is conducted by the ‘State’, “Will-to-Power of the Arbeiter” flows from an individual ‘Self’, and “Electrification of the Totality” is the whole Socialist nation. This is basically the Command-Obedience Account Bookkeeping discussed previously.

That accounting equation is “State = Self + Totality” or “State = Totality + Self.” The Arbeiter is only one Individual, a Self who exists as part of something greater, the Totality. The State is governed by the Totality in a functioning Council Democracy. Turning Lenin’s vague, metaphorical riddle of a slogan into mathematical language, we merge EQW and EQM into the Attrition/Inaction Rate and the variables TEP and TFP, the latter two of which will help us find RTEP and RTFP.

3. Equations for State Foreignization Investments of Arbeit and Geld

International trade, specifically the Arbeit and Geld of State Enterprises operating in other countries and the Arbeit and Geld from Economic Foreignization by other nations. That includes any exportations and importations of goods and services at specialty department stores and shops where they are sold in foreign currencies. Thus, we will need two “State Foreignization Investment” (SFI) variables, one for RTEP and the other for RTFP. Both SFI variables must be integrated into the equations to find RTEP and RTFP.

Begin by finding the Attrition/Inaction Rate.

Attrition/Inaction Rate Equation

[Only Applicable if RTEP and RTFP are Unavailable but TEP and TFP are being Electrified by EQW and EQM!]

$$[A/I] = \text{Final Quality of Arbeit (FQW)} + EQW / \text{Final Quality of Geld (FQM)} + EQM$$

We now know where EQW and EQM fit within the framework of Attrition/Inaction Rate. That means we know the rate at which Technology will contribute to Currency Depreciation/Appreciation. Proceeding to TEP, we revise that equation’s fourth step.

Total Economic Potential (TEP) Formula

$$\begin{aligned} &[(WP(FM) - WI) * \text{Number of Vocations}] = \text{Arbeit of all Professions (AAP)} \\ &(\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Enterprises} = \text{Arbeit of all Industries (AAE)} \\ &\text{Industry} + (\text{Other Industries} - \text{Expenditures}) = \text{Arbeit of an Entire Economic Sector (AAS)} \\ &[\text{Sector} + (\text{Other Sectors} - \text{Expenditures})] * \text{Mechanization Rate} = \text{TEP of Economy (AN}_1\text{)} \end{aligned}$$

The VCS Economy has five Sectors: Natural, Industrial, Services, Information and Government. The value of “Other Sectors” for AN_1 will always be three (3). This is because we still need to account for EQW and SFI (State Foreignization Investments). We still do not know where EQW exists in the TEP Formula. Therefore, we determine the variable SFI_1 .

SFI_1 is the difference of TXR (Total Economic Socialization Rate) and NOR (Net Economic Foreignization Rate) for all Arbeit and Geld that the Socialist nation gains from international trade.

$$SFI_1 = TXR_1 - NOR_1$$

$$TXR_1 = (\text{Foreign Arbeit} - \text{Domestic Expenditures}) + (\text{Domestic Geld} - \text{Foreign Schuld})$$

$$NOR_1 = (\text{Domestic Arbeit} - \text{Foreign Expenditures}) + (\text{Foreign Geld} - \text{Domestic Schuld})$$

The TEP Formula for AN_1 should now look like this:

$$[Sector + (Other Sectors - Expenditures) + SFI_1] * Mechanization Rate = AN_1$$

If we still do not know where EQW goes, the rest of the TEP Formula is:

$$AN_1 + (AN_2 * MR) + (AN_3 * MR) + (AN_4 * MR) + (AN_5 * MR) = TEP \text{ of the Whole Nation}$$

$$AN_1 = TEP \text{ of National Economy}$$

$$AN_2 = TEP \text{ of Student Economy}$$

$$AN_3 = TEP \text{ of Financial System}$$

$$AN_4 = TEP \text{ of Central Government}$$

$$AN_5 = TEP \text{ of International Trades}$$

The significance of AN_5 will become clear in the other three entries. For now, we need to “electrify” the VCS Economy by rewriting those steps to find “ EAN_1 ”:

$$EDW + [(Sector + (Other Sectors - Expenditures) + SFI_1) * Mechanization Rate] = EAN_1$$

$$\underline{EAN_1 + [EOW + (AN_2 * MR)] + [EOW + (AN_3 * MR)] + [EOW + (AN_4 * MR)] = TEP}$$

$$\underline{\text{Or alternatively, “} EAN_1 + EAN_2 + EAN_3 + EAN_4 = TEP \text{”}}$$

$$\underline{EAN_1 = \text{The Will-to-Power of the Arbeiter and TEP of the National Economy}}$$

$$\underline{EAN_2 = \text{The Will-to-Power of the Arbeiter and TEP of the Student Economy}}$$

$$\underline{EAN_3 = \text{The Will-to-Power of the Arbeiter and TEP of the Financial System}}$$

$$\underline{EAN_4 = \text{The Will-to-Power of the Arbeiter and TEP of the Central Government}}$$

$$\underline{EAN_5 = \text{The Will-to-Power of the Arbeiter and TEP of the International Trades}}$$

With the most difficult aspects of the Work-Standard dealt with, the TEP Formula, we can finally determine where EQM fits within the TFP Formula.

Total Financial Potential (TFP) Formula

$$(MP + Revenue) * SR_2 = \text{Geld of all Professions (MAP)}$$

$$(ME + Revenue) * SR_2 = \text{Geld of all Enterprises (MAE)}$$

$$(MI + Revenue) * SR_2 = \text{Geld of all Industries (MAI)}$$

$$(MS + Revenue) * SR_2 = \text{Geld of all Sectors (MAS)}$$

$$SR_2 = \text{Density / Scope of Production}$$

$$MAP + MAE + MAI + MAS = TFP \text{ of the Economy } (MN_1)$$

$$MN_1 + (MN_2 + Revenue * SR_2) + (MN_3 + Revenue * SR_2) + (MN_4 + Revenue * SR_2) + (MN_5 + Revenue * SR_2) = TFP \text{ of the Whole Nation}$$

MN_1 = TFP of the National Economy

MN_2 = Geld of the SSE

MN_3 = Geld of the Financial Regime

MN_4 = Geld of the State

MN_5 = Geld from International Trade

Remember that the above equations were only for the VCS Economy alone. More importantly, we must now assume that the MN_1 variable never accounted for both EQW and SFI_2 . We must determine SFI_2 , integrating it and the EDM into variables MAP, MAE, MAI and MAS by finding their sum to yield “ EMN_1 ” instead of just MN_1 .

$$SFI_2 = TXR_2 - NOR_2$$

$$TXR = (\text{Domestic NSFIs} - \text{Foreign Service Fee}) + (\text{Domestic Investments} - \text{Foreign Expenses})$$

$$NOR = (\text{Foreign NSFIs} - \text{Domestic Service Fee}) + (\text{Foreign Investments} - \text{Domestic Expenses})$$

$$\underline{[(EDM + Revenue) * SR_2] + [(MP + Revenue) * SR_2] = MAP}$$

$$\underline{[(EDM + Revenue) * SR_2] + [(ME + Revenue) * SR_2] = MAE}$$

$$\underline{[(EDM + Revenue) * SR_2] + [(MI + Revenue) * SR_2] = MAI}$$

$$\underline{[(EDM + Revenue) * SR_2] + [(MS + Revenue) * SR_2] = MAS}$$

$$\underline{(MAP + SFI_2) + (MAE + SFI_2) + (MAI + SFI_2) + (MAS + SFI_2) = EMN_1}$$

$$\underline{EMN_1 + (EMN_2 * SR_2) + (EMN_3 * SR_2) + (EMN_4 * SR_2) + (EMN_5 * SR_2) = TFP}$$

$$\underline{EDM + MN_2 + Revenues = EMN_2}$$

$$\underline{EDM + MN_3 + Revenues = EMN_3}$$

$$\underline{EDM + MN_4 + Revenues = EMN_4}$$

$$\underline{EDM + MN_5 + Revenues = EMN_5}$$

RTEP and RTFP Equations

(If TEP, TFP, and Attrition are all given)

$$RTEP = TEP / \text{Attrition Rate}$$

$$\text{Attrition} = (TEP / RTEP) * 100$$

$$RTFP = TEP + TFP / \text{Attrition}$$

$$\text{Attrition} = (TFP / RTFP) * 100$$

RTEP and RTFP Equations

(Applicable Only if the TEP, the TFP, and the Attrition/Inaction Rate are receiving Electrification from EDW and EDM!)

$$\text{LER Account} = RTEP + RTFP$$

$$RTEP = (TEP + EDW) / \text{Attrition Rate}$$

$$\text{Attrition} = (\text{TEP} + \text{EDW} / \text{RTEP}) * 100$$

$$\text{RTFP} = (\text{TEP} + \text{EDW}) + (\text{TFP} + \text{EDM}) / \text{Attrition Rate}$$

$$\text{Attrition} = [(\text{TEP} + \text{EDW}) + (\text{TFP} + \text{EDM}) / (\text{RTEP} + \text{RTFP})] * 100$$

Do you remember this? I demonstrated them at the beginning of this Compendium entry. What we have been up until this point is to organize everything for the LER Account, showing where everything goes, including how the EDW enhances by the Mechanization Rate (MR) without the input of the State and how the EDM enhances the Solidarity Rate (SR) without the input of the VCS Economy.

4. Equations for State Taxes, Loans, Investments, People's Surcharges, Imports and Exports

Under the Work-Standard, Taxation is limited to those which are intended to promote certain behaviors and dissuade those which have the potential of harming the Totality. After Mobilization and Production are accounted for, the next move is to calculate the LER and SI-EF Accounts toward the State Revenues, subtracting them from State Expenses to find the State Budget.

$$\text{State Revenue} = \text{LER Account} + \text{SI-EF Accounts}$$

$$\text{State Budget} = \text{State Revenue} - \text{State Expense}$$

Remember that all Paygrades are issued to the Totality by the State at the end of each fiscal week. All Paygrades count towards the State Expense. Since Arbeit and Geld are the overriding factors in the Work-Standard, Schuld will not begin accumulating until the State and the Totality are running budgetary deficits. Excessive government spending and excessive consumer spending can and will create budgetary deficits. Always strive to live within one's own means of production.

Upon finding the State Budget, the TPP Account can now be determined:

$$\text{TPP Account} = (\text{State Budget} + \text{TX} - \text{SH}) + (\text{People's Geld} - \text{TX} - \text{SH})$$

TX = Taxes

SH = Schuld

With the TPP and LER Accounts now found, all that remains are the SI-EF Accounts. The SI-EF Accounts includes all NSFIs, all Loans to nationals and foreigners, all Exports and Imports, State Investments to the VCS Economy of the Socialist nation, and the People's Surcharge:

$$\text{SI-EF Accounts} = \text{NSFIs} + \text{NSB} + \text{SI} + \text{EF Account}$$

NSB = Loans issued to the Totality, State or Self

SI = State Investments from *Sonderabgaben* (Special Charges)

$$EF \text{ Account} = (FNSB + EX) + (IM + PS)$$

FNSB = Loans issued to Foreign Totality, Foreign State or Foreign Self

EX = Exported goods and services

IM = Imported goods and services

PS = People's Surcharge from all State specialty department stores and shops

Upon finding the SI-EF Accounts, we can now determine the sum of the TPP equation:

$$TPP = TPP \text{ Account} + LER \text{ Account} + SI-EF \text{ Account}$$

In the next entry, we will be exploring four different sets of equations. "Outflowing Arbeit" in the context of that entry entails the State giving people Arbeit. One equation pertains to the Arbeit of those between the ages of 17 and 34 who never realized their Vocation and instead received a draft card from the State. Another equation pertains to the Arbeit of the inmates of the Socialist nation's penitentiary system and educational system. The schools and universities of the Socialist Student Economy (SSE) conduct their own economic activities, but the student government requires Arbeit from the State itself. Meanwhile, in the prison blocks and State penitentiaries, the State shall ensure that every inmate is provided Arbeit for their personal allowances. All inmates will receive Geld from the State while serving their prison sentences, especially those with the Explicit Intent of abandoning criminality and pursuing Meaningful Work. Every student and every inmate will be given the proper treatment that they deserve from the State.

"Inflowing Geld" pertain to the issuances of NSFIs and the Reciprocal-Reserve Banking System. Offices I, II, III, IV, and VI within each Kontor will offer an NSFI to potential investors. The State relies on Office V to provide Work-Tenures for NSBs and State Banks. Apart from Office VIII ('Administrative Facility') for obvious reasons, the only Office to not be discussed in that entry is Office VII, which was the overriding factor for this entry within the realm of international trade. And as stated earlier, these two entries are focusing more on AN₅ and MN₅ as their electrified equivalents, EAN₅ and EMN₅. But for now, spend some time reviewing these equations because almost most of the equations that to find RTEP and RTFP in the LER Account have been found.

j. Domestic Accounts for Outflowing Arbeit, Inflowing Geld

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + State Investments
<i>Arbeit Inflows, Geld Outflows</i> (Domestic Account)	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	<i>NSFIs</i> + <i>NSB</i> + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)

We now know *almost* all of the economic and financial activities in the Socialist nation. It is “almost” because we still do not the extent of activities taken by the Socialist Student Economy, which relies on its own equations. There needs to be a special equation to ensure that the Arbeit of the penitentiary system goes the inmates as Geld, which will be issued to them by the State once their prison or community service sentences have ended. Also missing are the equations for NSFIs issued by the Kontore and those for the National-Socialized Banks issuing Interest-free loans called “Work-Tenures.” Before proceeding to determining the Accounts for the SSE and the Penitentiary System, let us visit the equations for the Kontore and NSBs first.

1. Equations for the NSFIs issued by Offices I through VI of the Kontor

There are six types of NSFIs issued by the Kontore. Any NSFIs issued by the State of the Socialist nation originate from the Kontore. We will need to know the values for all NSFIs issued from every Office from the Kontore and any NSFIs which the Kontore gave to the State as refinanced Four-Year or Five-Year Work-Plans. The values of any Taxes that the State has levied need to be accounted for as well as the Taxes levied by another Socialist State.

$$\text{NSFIs} = \underline{\text{Office I} + \text{Office II} + \text{Office III}} + \text{Office IV} + \underline{\text{Office V}} + \text{Office VI}$$

$$\text{Office I} = (\text{FI}_1 + \text{FI}_2 - \text{SF}_x)$$

$$\text{Office II} = (\text{FWP}_1 + \text{FWP}_2 - \text{SF}_x)$$

$$\text{Office III} = (\text{EQ}_1 + \text{EQ}_2 - \text{SF}_x)$$

$$\text{Office IV} = [(\text{FEC}_1 + \text{FEC}_2 - \text{SF}_x) + (\text{KDM} - \text{FEC}_3) + (\text{KBM} - \text{FEC}_4)]$$

$$\text{Office V} = [(\text{WT}_1 + \text{WT}_2 - \text{SF}_x - \text{SH}_x) + (\text{WT}_3 + \text{WT}_4 - \text{SF}_x - \text{SH}_x)]$$

Office VI = $[(PR_1 - SF_x - SH_x) + (PR_2 - SF_x - SH_x) + (PR_3 - SF_x - SH_x) + (PR_4 - SF_x - SH_x)]$

FI_x = Fiefs

FWP_x = Four-Year/Five-Year Work-Plans

EQ_x = Equipmentalities

FEC_x = Foreign Exchange Certificates

KDM = Kapital of Dirty Money Account

KBM = Kapital of Blood Money Account

WT_x = Work-Tenures

PR_x = Priority Requisition for State, VCS Economy, SSE and Military

SF_x = Service Fees

SH_x = Schuld

There is to be no unemployment in the Socialist nation, especially at the Kontore. The State, State-Administrated Enterprise, State-Owned Enterprise, National-Socialized Enterprise, and the SSE are all capable of issuing NSFIs at the Kontore. Any foreign Enterprise or foreign State may be allowed to participate in the Kontore on the condition that the State Commissariats include a People's Surcharge on top of the Service Fee.

While the basic premises of most NSFIs are straightforward (especially Office IV, since it involves Exchange Rates), NSFIs from Offices I, II, III, V, and VI involve different procedures within the interplay of Arbeit and Geld. It should be mentioned that the NSFIs rely on Command-Obedience Account Bookkeeping for their methodologies. We will be exploring Fiefs, Work-Plans, and Equipmentalities in this portion of the entry. The methodology for Work-Tenures functions the same no matter who are the Lenders and who are the Borrowers.

Unfortunately for Office VI, Priority Requisition, the complexities of its NSFIs are so vast that they can encompass the entire Socialist nation, thereby requiring their own SMP Compendium entry, "State Revenue and Requisition Accounts." As for dealing with Schuld, particularly the Schuld of Kapital whenever the Socialist nation has to deal with Liberal Capitalist regimes or Socialist nations that have Currencies not already pegged to the Work-Standard, we will be exploring both in "Domestic and Foreign Schuld Accounts."

The Command-Obedience Account for Fiefs

A "Fief" is an NSFI where an investor devotes their Arbeit to a Vocation where its Meaningless Work must be balanced by its Meaningful Work. The Vocations found here are all menial tasks and arduous assignments, and the Enterprise must be willing to provide the necessary Technology for the investor to electrify their Arbeit and Geld.

<i>Obedience</i>	<i>Command</i>	
<i>Kontor</i> (State)	<i>Enterprise</i> (Totality)	<i>Investor</i> (Self)
$[FQW + SF_x / MR]$	$FQW + FQM$	$[FQW + SF_x / MR]$
$RTEP + RTFP \geq TEP + TFP$	$TEP + EDW$	$EDW + EDM - SH_x + Stipend$
	$TFP + EDM$	

The Intent of a Fief is for the Individual, by Being-in-the-World as an investor, to help an Enterprise enhance its FQW and, by extension, its FQM. The Value of this NSFI is affected by the Individual's ability to boost the sum of the Enterprise's RTEP and RTFP through their Quality of Digital Arbeit (EDW) and Quality of Digital Geld (EDM).

The Price of a Fief is determined by the Enterprise's Final Quality of Arbeit (FQW) and the Service Fee and then divided by the Central Bank's Mechanization Rate (MR). Higher Mechanization Rates will devalue the Vocation (and by extension, the Fief itself) if the Central Bank continues automating the VCS Economy. Any Stipends given to the Self by the State and any Schuld incurred on the Self must be accounted for in real time. The Self's Digital Arbeit and Digital Geld will be allocated to the TEP and TFP of an Enterprise. The Value of the Fief is affected by the RTEP and RTFP of the Enterprise. To prevent the Fief from losing its Value, the Kontor must ensure that the Enterprise's RTEP and RTFP is greater or equal to the sum of its TEP and TFP with the EDW and EDM of the investor.

The Command-Obedience Account for Work-Plans

A "Work-Plan" is the bread and butter of most NSFIs for a Socialist nation relying on the Work-Standard. Either the State finances it, or the Self does it on behalf of the State. The Enterprise pays neither the Vocation nor the Work-Plan itself. Unlike Fiefs, the goal is to ensure that, for the next four or five years, the sum of the RTEP and RTFP is higher than the sum of TEP, TFP, the Vocation as well as any Schuld and Refinancing that had to be done.

<i>Obedience</i>	<i>Command</i>	
<i>Investor</i> (Self)	<i>Enterprise</i> (Totality)	<i>Kontor</i> (State)
$[Vocation + SF_x / MR] - SH_x$	$FQW + FQM$	$[Vocation + SF_x / MR] - SH_x$
$EDW + EDM - SH_x + Stipend$	$TEP + EDW$	$RTEP + RTFP \geq TEP + TFP - SH_x - Vocation - Refinance$

If the sum of RTEP and RTFP does not exceed the sum of TEP, TFP, SH_x , Vocation and Refinance, the State will be incurring Schuld on the Self. This rule applies regardless of whether the State Budget is running a surplus or a deficit because the burden falls on the Self to uphold the Intent of the Work-Plan under Command and Obedience. The good news about Work-Plans under the Work-Standard is that they only apply to the Individual and will not inexplicably kill millions of people because of their failures. The worst that could happen is either the Self and the State losing Geld due to either or both failing to uphold their promises to the Enterprise.

The Command-Obedience Account for Equipmentalities

Every Command yields its own Obedience, every Obedience yielding its own Command. Please spend some time to study the manner in which I wrote the accounting in this portion before proceeding to read the rest of the entry.

Equipmentalities come in many different forms and variations. They are natural resources, raw materials, individual components, half-finished goods, and finished goods purchased in bulk. Depending on who is issuing the NSFI, there are at least three ways for the accounting to be formatted under Command-Obedience Account Bookkeeping.

<i>Obedience</i>		<i>Command</i>
<i>Enterprise</i> (Self)	<i>VCS Economy</i> (Totality)	<i>Kontor</i> (State)
(EDM + TFP) + (EDW + TEP)	RTEP	Equipmentalities Ordered
	RTFP	SF _x
RTEP + RTFP ≥ (EDM + TFP) + (EDW + TEP)		Equipmentalities Received
		SH _x

State to Totality and Self. The State issues an NSFI, placing an order on Equipmentalities. Not only does the Kontor be required to ensure that the State will receive the amount of Equipmentalities listed therein, the RTEP and RTFP needs to still be greater than or at least equal to the sum of EDM, TEP, EDW, and TEP. Beware that higher Attrition Rates will depreciate the final sum of RTEP and RTFP. Additionally, the State must be willing to pay the Service Fee and any Schuld incurred here.

<i>Obedience</i>	<i>Command</i>	
<i>Enterprise</i> (Self)	<i>VCS Economy</i> (Totality)	<i>Kontor</i> (State)
Equipmentalities Ordered	(EDM + TFP) + (EDW + TEP)	RTEP
SF _x		RTFP
Equipmentalities Received	RTEP + RTFP ≥ (EDM + TFP) + (EDW + TEP)	
SH _x		

Self to Totality and State. An Enterprise within the VCS Economy issues this NSFI to the VCS Economy and the State, placing an order for a set amount of Equipmentalities. The VCS Economy will produce the Equipmentalities. For the State, a Kontor must ensure the sum of RTEP and RTFP for the Socialist nation can still be greater than or at least equal to the sum of EDM, TEP, EDW, and TEP.

<i>Obedience</i>	<i>Command</i>	
<i>Enterprise</i> (Self)	<i>VCS Economy</i> (Totality)	<i>Kontor</i> (State)
(EDM + TFP) + (EDW + TEP)	Equipmentalities Ordered	

	SF _x
(EDM + TFP) + (EDW + TEP) ≤ RTEP + RTEP	Equipmentalities Received
	SH _x

State and Totality to Self and *State and Self to Totality*. There may be certain contexts where the Socialist nation has an Enterprise or even an entire Industry producing a specific Equipmentality. It is also possible for the Industry or Enterprise to be situated in another country. Should it be the case of the latter, always account for the values in the Currency of the Socialist nation. And in the event where the Socialist nation is forced to obtain an Equipmentality from a Liberal Capitalist regime, we will be addressing that issue in yet another SMP Compendium entry, this one being “Domestic and Foreign Schuld Accounts.”

2. Life-Energization Reciprocity Equation for the Reciprocal-Reserve Banking System

The Reciprocal-Reserve Banking System process has Lenders issue Interest-free loans called “Work-Tenures” to potential Borrowers. The Lender contributes 50% of the Arbeit, the Borrower contributes the other 50% to the State vis-à-vis the Central Bank in the accounts of a National-Socialized Bank (NSB). The Lender also generates 50% of the Geld and the Borrower generates 50% of the Geld. Any Schuld or refinanced Work-Tenures are to be taken into account.

$$NSB = [((BW - LW) + (BM - LM)/2) + SF + SH] + [((LW - BW) + (LM - BM)/2) - SF - SH]$$

BW = Borrower's Arbeit

LW = Lender's Arbeit

BM = Borrower's Geld

LM = Lender's Geld

SF = Service Fee

SH = Schuld

3. Arbeit and Geld of the Socialist Student Economy (SSE)

The youth of the Socialist nation also contribute Arbeit and generate Geld as part of their everyday school life. This portion of the Compendium entry applies for students enrolled in the secondary schools and universities of the national educational system. The most basic organization within the SSE is of course their own school or university. Depending on the population size of the SSE, the next largest organizations are “Companies,” “Battalions,” “Brigades,” “Regiments,” “Divisions,” “Corps,” and “Groups.” Unlike the rest of the Socialist nation, format of the account for the SSE is just as easy as the last account which I will be demonstrating here.

<i>Obedience</i>	<i>Command</i>	
<i>Student Government (State)</i>	<i>SSE (Totality)</i>	<i>School (Self)</i>
<i>RTEP</i>	<i>TEP + EDW</i>	<i>QW</i>
<i>RTFP</i>	<i>TEP + EDM</i>	<i>QM</i>

The Intent behind the very simple formatting of the account for the SSE is to allow the students to become accustomed to conducting their everyday lives under the Work-Standard. The secondary school students may still be relying on the Paygrades of their parents as dependents. The goal at this point in their lives, as part of a rite of passage set aside for teenagers by the State, is to work towards receiving their own Paygrades. Note that students who attend school in another part of the Socialist nation are entitled to a basic living quarters and a Paygrade each week.

4. Arbeit and Geld of Inmates at State Penitentiary System

Everyone who is imprisoned in our Socialist nation, including foreigners, terrorists, and POWs, are entitled to receiving payments from the State vis-à-vis the Justice Ministry. There may be opportunities for people to volunteer for community service under the watch of their prison guards. Anyone who participates will be paid the basic rate set by the State Commissariats. POWs, if detained at POW camps in the Socialist nation, are entitled to receiving the same set of basic necessities and provisions that the Ministry of War also provides to the military recruits.

<i>Obedience</i>		<i>Command</i>
<i>Socialist Nation (Totality)</i>	<i>Justice Ministry (State)</i>	<i>Inmate (Self)</i>
<i>RTEP+RTFP</i>	<i>(TEP + EDW) + (TFP + EDM)</i>	<i>QW + QM</i>
<i>State Expenses</i>		<i>Paygrade (set by State Commissariats)</i>

The Minister of Justice and the General Staff of the Ministry of War can be held criminally liable by the State if there is credible evidence that inmates at the State Penitentiary System are abused or tortured. Anyone found mistreating them will be held accountable as well. Mistreatment of POWs in wartime will also be punished. The State has a Constitutional Obligation to charge the perpetrators responsible for war crimes and there may be opportunities for the State to send the perpetrators to be tried together at an international court.

k. Foreign Accounts for Inflowing Arbeit, Outflowing Geld

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ +EMN ₂)	Priority Requisition
			FOREX Reserves
			Sovereign Schuld
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	State Tributes and Diplomatic Gestures	Cultural Festivals and Youth Activities	Production Licenses
	State and Foreign Attachés	Uniform Production	Tourism and Pilgrimages
	Guards of Honor and Political Activities	Sports, Gaming, Vacations, and Recreation	Development Aid
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	KDM Account	Military Arbeit	Foreign Aid
	KBM Account	Military Geld	

As stated earlier, “Inflowing Arbeit” is when the State *receives Arbeit from the Totality* and “Outflowing Geld” is when the State *sends Geld to the Totality*. “Outflowing Arbeit” is when the State *sends Arbeit to the Totality* and “Inflowing Geld” is when the State *receives Geld from the Totality*. All four were covered under the Domestic Accounts and must be distinguished from whatever happens under the Foreign Accounts. Everything here pertains to variables “AN₅” from the TEP Formula and “MN₅” from the TFP Formula.

The Foreign Accounts pertain to the State and the Totality's interactions with foreigners. There are plenty of contexts where foreigners will be contributing Arbeit to our State and generating Geld for their State or contributing Arbeit to their State and generating Geld for our State. And then there are contexts where foreigners are contributing Arbeit and Geld for our State

as well as theirs. Either way, the State will be receiving Arbeit from foreigners and sending Geld to those foreigners.

We can further distinguish the extent of these activities based on categories of “State Spending,” “Social Spending,” and “Foreign Spending.” We will begin with the most obvious State Spending. Note that some of the Foreign Accounts are relying on the variables “AN₅” and “EAN₅” for RTEP and “EMN₅” and “MN₅” for RTFP. Keep that in mind when dealing with the Foreign Accounts.

1. Arbeit and Geld from State Spending

State Tributes and Diplomatic Gestures

State Tributes refer to the Arbeit that can be contributed from the State allocating Geld from its State Budget toward the funding of State-run Media. That includes the Geld intended for the financing of national culture and arts, traditions and festivities, and religious processions. We know one of these examples as the *Marktrecht* (Right-to-Market) for the establishment of Christmas Markets during the weeks of Advent in the liturgical year. Another example includes the Geld spent on the creation of cultural literature, music, television, movies, radio, and video games and other forms of expression. All of them are sources of Arbeit which first require Geld.

The State should devote separate accounts for when it decides to Geld on State-sanctioned propaganda, advertising, public service announcements, daily weather reports, local and regional events and conventions, and international broadcasting. The Implicit Intent here is to allow the Totality to distinguish between how much of their Arbeit is being converted into Geld spent on those types of media. If there are certain forms of media which the Totality finds unwholesome, offensive, or obscene, the Totality has a Legal Right to address the matter at their local Public Councils or discuss it with the Ministry of Culture, Ministry of Education, or the Ministry of Information. The State will allow international media to be distributed and sold at the special stores in the VCS Economy once it has passed through the translators, editors, reviewers, and censors at the Ministry of Information. Any foreign Enterprise interested in selling international media to the Socialist nation will be asked to contact the Ministry of Information. That should be their foot in the door under the terms of a Real Trade Agreement (RTA).

Diplomatic Gestures are the Arbeit we receive from the State allocating Geld to the Ministry of Foreign Affairs for conducting diplomatic missions or participating in the creation of a Socialist world order. This Geld is intended for the construction and upkeep of diplomatic consulates and embassies in other countries. The Geld is also intended for the Ministry of Foreign Affairs to oversee humanitarian activities in developing countries and providing Development Aid to other countries interested in the Work-Standard as part of the Socialist nation’s foreign policies. If the LIEO (Liberal International Economic Order) exists, any Geld that we send to the United Nations can be found here. This subcategory changes when the LIEO dissolves and a Socialist world order emerges through the inception of the World State Organization (WSO).

Moreover, the Diplomatic Gestures subcategory includes the Geld spent on archaeological excavation and the preservation of national treasures in museums. These can be done within our own Socialist nation, or they can be conducted in other countries. Our State must decide on whether the Geld may be spent on restorations and renovations of historical monuments and buildings. Another important aspect of the Diplomatic Gestures subcategory is the amount of the Geld that the State is allocating toward the preservation of the environment and combating Climate Change.

Given their descriptions, the State Tributes will be relying on variable “AN₄” for RTEP and “MN₄” for RTFP. The methodology of calculating RTEP and RTFP remains virtually identical to how they have been discussed in previous entries to this Section of the SMP Compendium. The same is also true for when we need to determine the variables involved in the LERE (Life-Energization Reciprocal Electrification) process, “EAN₃” and “EMN₃.” The Diplomatic Gestures will be employing the variables “AN₅” for RTEP and “MN₅” for RTFP. Any interactions with the LERE process require the variables “EAN₅” and “EMN₅.”

State and Foreign Attachés

There may be occasions where the State may decide to invite foreign attachés related to specific government ministries. For instance, it is possible for the State to consult the services of a military attaché. It is also possible for another Socialist regime to consult the services of a financial attaché because they are interested in adopting the Work-Standard. Regardless of the type of attaché, the State maintains an account for the Arbeit that comes from the Geld spent on their activities. This includes those sent to other countries by our State as well as those sent to the Socialist nation by another country under the terms of a Real Trade Agreement. Just like the preceding subcategory, any attachés from our State are listed under “AN₄” for RTEP and “MN₄” for RTFP, while foreign attachés will be found in “AN₅” for RTEP and “MN₅” for RTFP. The same set of rules discussed earlier for the LERE process still apply.

Guards of Honor and Political Activities

The Ministry of War is allowed to request an allocation of Geld from the State Budget toward the establishment of special military units assigned with guard duties as the “Guards of Honor” for special occasions involving foreigners. The People’s Party and its United Front are also permitted to allocate Geld toward State-sanctioned political gatherings and rallies as part of a functioning Council Democracy. In either of those cases, the Arbeit from the Geld spent for them will be found in “AN₄” for RTEP and “MN₄” for RTFP. It is discernible from their descriptions.

The Guards of Honor, still being a military formation under the direct command of the State, will not be contributing Military Arbeit and Military Geld. Instead, the personnel assigned to the Guards of Honor will be contributing Actual Arbeit and Actual Geld. This in turn allows the Ministry of War to bypass the special procedures required by the Work-Standard on the topic of the conversions of Military Arbeit into Military Geld and their issuances to military personnel. For further information, please consult Part III of “Wartime Preparations and the Work-Standard.”

As for the Political Activities, the People’s Party is allowed within the legal framework of the Socialist nation to host political gatherings, party rallies and party congresses, own party offices, newspapers, publishing houses, research institutes and think tanks, youth wings and combat wings. Parties affiliated with the United Front of the People’s Party may require the permission of the People’s Party in an official session at the State Council. Included in the Political Activities subcategory are the Arbeit from Geld spent on livestream-capable television channels where citizens and foreigners alike can watch the official proceedings of Council Democracy from their own home or hotel room, in addition to any television and radio stations, music studios and gaming developers, and websites hosted by the People’s Party and parties in its United Front.

The People’s Party of our Socialist nation is the de-facto Socialist Party. The Party governs our Democracy, promoting political pluralism by being inclusive of Nationalists, Conservatives, Traditionalists, Statists and Ultramontanes, Anarchs and Authoritarians. Anyone who is not affiliated with the People’s Party, from the parties of other known Socialisms (which will include

the Marxist-Leninists) to the parties devoted to ethnic and religious minorities, will be asked to join the United Front in order to form the central government of our State. Therefore, everything in this subcategory will be found in “AN₄” for RTEP and “MN₄” for RTFP.

2. Arbeit and Geld from Social Spending

Cultural Festivals and Youth Activities

Our Socialist nation must not be too isolationist on matters of international culture and media. There may be special occasions where the students of our SSE or the armed forces are permitted by the State to participate in international military sports competitions involving students and personnel from other Socialist regimes. The students of our SSE, regardless of whether they consider themselves Marxist-Leninists or not, should be allowed by the State to attend the annual meetings of the World Federation of Democratic Youth (WFDY). That includes the possibility of the State agreeing to sponsor the next annual WFDY meeting within its own borders. The State will need to spend Geld for those kinds of youth activities. Something similar can also be argued in favor of whether the Socialist nation should agree to host the international Olympics within its own borders.

The State must recognize the importance of projecting soft power on the international stage. We may be exporting literature, television, movies, and video games to other countries or importing similar media. There may be possibilities where we could host special conventions where our Socialist nation could showcase the cultural achievements of the Totality and perhaps anyone else that we choose to invite. Such events still fall under the rules discussed previously.

For those kinds of activities, it will depend on whether the State is hosting such events within its own borders or not. If the host nation in question is a Socialist regime relying on the Work-Standard, they will be receiving the Arbeit by conducting them in their nation. That host nation is responsible for the Geld spent on ensuring our students or our military personnel receive housing for the duration of their stay in the country. We will receive Geld by agreeing to sponsor the events in our nation on television, radio, and livestreaming on the national Intranet. If we are the hosts, we will be the ones contributing the Arbeit in allowing these activities to take place. We will also be the ones receiving Geld from any influx of tourists and foreigners who do decide to visit our nation as part of attending those events.

The Ministry of Culture and the Ministry of Education may consider helping our SSE establish State-sanctioned conventions where foreigners are invited. Stage plays and operas, online gaming and cosplaying conventions, music concerts, and military sports may be conducted by the SSE. The Head of States may confer special performance-related awards and trophies to foreigners or allow a State functionary in the student government to act on their behalf. On a “Catholic Education Week” decided by the ecclesiastical authorities, our SSE will be able to convene “School Culture Festivals” where students from foreign SSEs may be invited. University students interested in pursuing their education, but also concerned about becoming a debt slave like Thomas Jefferson because of student loans, are welcome to attend the universities of the SSE. Our SSE strives to provide students pursuing higher education to compete against the Liberal Capitalist SSEs slaving away in the boring, uninspiring curricula of the OECD member-states.

At the same time, the Socialist nation must realize that the SSE is going to need Geld for the construction and maintenance of schools, universities, summer camps, youth palaces, and all apolitical youth organizations. The clergy and religious are also the ones in charge of the “Catholic

Schools Week” at the Catholic schools and universities within the Socialist nation. That particular is when they will be inviting the local communities and even perhaps foreigners to visit and witness the cultural achievements of the students who attend such prestigious schools as part of the SSE. A good non-Catholic analogy for comprehending the significance of Catholic Schools Week is something akin to a “student culture festival” at a Japanese secondary school or university.

Anything not involving foreigners fall under “AN₄” for RTEP and “MN₄” for RTFP. Anything that does involve foreigners fall under “AN₅” for RTEP and “MN₅” for RTFP.

Uniform Production

The most obvious sign that one is living in a Socialist nation with a functioning Council Democracy and Planned/Command Economy is when everyone wears uniforms to the workspace. There are uniforms for specific professions in the VCS Economy, for the national education system that exists alongside our Socialist Student Economy (SSE), the State and its government ministries, the armed forces and emergency services, other important State functions and the clergy and religious. Everyone wears their uniforms in a manner that invokes a sense of tradition and unity because of our involvement in specific Vocations as part of a profession. In order to enforce uniform regulations, the State shall spend a certain sum of Geld on a Garments Industry devoted to their design, diversification, implementation, production, distribution and retail sale.

There are benefits to wearing uniforms to school or to the workspace. It is easier to decide which uniform to wear for certain occasions than to having to choose an abundance of different clothing options that stifle the individuation of the Self. Besides, the uniform is designed to last, it looks great when worn, and perfect for displaying one’s medals, service ribbons, ranks, and nameplate. Since the State will be relying on the VCS Economy to oversee the uniform production, this subcategory can be found under “AN₁” for RTEP and “MN₁” for RTFP.

Sports, Gaming, Vacations, and Recreation

Unlike international military sports or Olympic competitions, any national sports competition held within our own borders are found in this subcategory. The same is true for the construction and upkeep of recreational facilities and resort towns for people to travel on vacation. Similar considerations are also true for people engaging in video gaming competitions as well. The State needs to be allocating Geld for the Arbeit of those economic activities.

There are certain days in the year set aside by the Socialist nation as holidays. We celebrate “International Workers’ Day” (what Liberal Capitalism calls ‘Labor Day’) on the first day of May. The People’s Party of the Socialist nation will also host civilian festivities, military parades, and massive Party rallies and youth cultural events at pre-arranged months of the year.

Note that this subcategory does not include activities involving foreigners. Even so, the subcategory may also involve the construction of special recreational facilities for military personnel. Another aspect worthy of mention are the construction and maintenance of hotels and any restaurants, lounges, and other amenities that may be included with those hotels. Everything found here can be found in “AN₄” for RTEP and “MN₄” for RTFP.

3. Arbeit and Geld from Foreign Spending

Production Licenses

There may be occasions where we may have a Real Trade Agreement and our State and the other nation are neither importing and exporting nor allowing their Enterprises to be establishing operations in either country. It is possible for our State and the other nation to agree on a decision to sell a production license. The State sells production license to foreign governments interested in procuring the rights to manufacture technologies associated with the Work-Standard, its intended functions and applications. Not just for the production of goods and services, but also Fintech (Financial Technology), pharmaceuticals and medical technologies, computer hardware and software, various electronics, firearms, vehicles and aircraft.

In this subcategory, it depends on whether the production license in question pertains to the State, the VCS Economy, the SSE, or the Reciprocal-Reserve Banking System. The possibilities are there for the transactions to be found under either “AN₁,” “AN₂,” “AN₃,” or “AN₄” for RTEP. Whichever variable for AN_x is chosen, the variable for RTEP, the variable chosen for RTFP, MN_x, must correspond to the same subscript number. If, for example, the production license is related to “AN₃,” implying that it probably has something to do with Fintech, then the RTFP variable must be “MN₃.” The same is also true for the variables from the LERE process.

Tourism and Pilgrimages

The Socialist nation’s VCS Economy may include tourism as one of its top Industries because of the national geography. This happens to be the case for the Cuban economy. Cuba has historically been known for being an American tourist destination even before Fidel Castro and the country’s Communist Party, providing the Cubans with a source of foreign currencies. Similar pursuits were also being conducted by the DPRK in its ongoing attempts to construct the still-unfinished Ryugyong Hotel, which could have offered exotic venues like casino gambling, nightclubs, Japanese hostess bars, and a revolving restaurant with a scenic view of Pyongyang. The Worker’s Party of Korea is still struggling to find foreign investors to finance its construction.

While the VCS Economy may provide similar accommodations, it is important to never go overboard because the Coronavirus Pandemic was literally caused by “Overtourism” becoming its own worst form of terrorism. Millions of people from Mainland China, including those from Wuhan, traveled countless places around the world during the Chinese New Year back in early 2020. Even though historians are not up to speed yet, the Socialist nation must always be prepared to combat the spread of disease within its borders, regardless of its origin. The State is obligated under the Work-Standard to close all border checkpoints, quarantine visitors, request foreign nationals to present vaccination cards, and deport foreigners who fail to uphold medical guidelines from actual medical doctors at the Ministry of Health. The State has a Constitutional Intent and Obligation to provide for the health and well-being of the Totality because the national healthcare system is under the State’s direct command.

Given the sensitive implications, anything involving tourism and pilgrimages must be sanctioned by the State. In Command-Obedience Account Bookkeeping, any Arbeit and Geld from those endeavors will be found under “AN₄” for RTEP and “MN₄” for RTFP.

Development Aid

The State is permitted under our Constitution to send economic, financial, and military aid to nations that we consider as allies to the Socialist nation. This can involve the State sending mining and excavation equipment, building material and construction equipment, construction workers and engineers to assist in the construction of roads, railways, hospitals and schools. The State may offer Interest-free loans to the foreign government and allow investors from the Kontore to assist in the economic development of that foreign land. Special accommodations may be arranged for the State to sell weapons, munitions, vehicles, warships, planes, cargo ships and planes without also sending any attachés to train the foreign government on how to operate them. And the State can also agree to let our armed forces be deployed in those countries.

Moreover, the State may also be inclined to allocate Geld intended for the adoption of the Work-Standard by other nations interested in adopting the Work-Standard. It is possible for them to ask our State for any foreign currencies to spare because they happen to be trading with trading with nations that have yet to adopt the Work-Standard or else are in fact Liberal Capitalist regimes. Regardless of the case that it may be, any development aid given foreign governments by our State is listed in this subcategory. in Command-Obedience Account Bookkeeping, any Arbeit and Geld from those endeavors will be found under “AN₄” for RTEP and “MN₄” for RTFP.

4. Equations for the Arbeit and Geld from State, Social, Foreign Spending

Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) + (AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	(AN _x + EAN _x) + (MN _x + EMN _x) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) + (AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +

With the obvious exceptions of “Uniform Production” (it counts as an Industry in the VCS Economy) and “Production Licenses” (it falls under the purview of the Kontor’s Office VI (“Priority Requisition”), almost all of the topics discussed here pertain to the State and what has been referred to in the TEP and TFP Formulas as ‘International Trades’. What has not yet been done as part of the Compendium is how do we calculate Military Arbeit, Military Geld, and the composition of the State’s presence in the TEP and TFP Formulas. Let’s begin by revisiting [“Domestic Accounts for Inflowing Arbeit, Outflowing Geld.”](#)

The methodology required to find the TEP and the TFP of the State are nearly identical to how we found the TEP and TFP of the VCS Economy. What we will be doing differently is accounting for several variables exclusive to the State. Each variable exclusive to the State is related to a specific Department within a given Ministry. Pay close attention to the following as the demonstrate where those variables are supposed to go:

TEP Formula of the State

$[(WP(FM) - WI) * \text{Number of Vocations}] = \text{Arbeit of all Professions (AAP}_x)$

$(\text{Arbeit of a Profession} - \text{Expenditures}) * \text{No. of Offices} = \text{Arbeit of a Department (AAD}_x)$

Department + **(Other Departments)** – Expenditures) = Arbeit of an Entire Ministry (AAM_x)

Let's review the table at beginning of this Compendium entry:

Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	State Tributes and Diplomatic Gestures	Cultural Festivals and Youth Activities	Production Licenses
	State and Foreign Attachés	Uniform Production	Tourism and Pilgrimages
	Guards of Honor and Political Activities	Sports, Gaming, Vacations, and Recreation	Development Aid

To begin, we will be organizing the AAM_x variables from the order in which the central government ministries appeared in Part I of “Wartime Preparations and the Work-Standard.”

The Ministry of Culture has a “*Department of State Tributes*,” a “*Department of Sports, Gaming, Vacations, and Recreation*,” and a “*Department of Cultural Festivals*.” The *Ministry of Information* collaborates with the some of the affairs of the Culture Ministry.

DST + DSGVR + DCF + (Other Departments) – Expenditures) = Arbeit of Culture Ministry (AAM₁₅)

DST = Department of State Tributes

DSGVR = Department of Sports, Gaming, Vacations and Recreation

DCF = Department of Cultural Festivals

The Ministry of Foreign Affairs has a “*Department of Diplomatic Gestures*,” a “*Department of Attachés*,” and a “*Department of Development Aid*.” The Ministries of Economics, Finance, Transportation, Energy & Armaments Production rely on a Department within the Foreign Affairs Ministry to oversee the transfer of “*Production Licenses*.”

[DDG + DAFA + DDA + (Other Departments) – Expenditures)] = Arbeit of Foreign Ministry (AAM₁)

DDG = Department of Diplomatic Gestures

DAFA = Department of Attachés and Foreign Attachés

DDA = Department of Development Aid

The Ministry of War has the “*Guards of Honor*.”

GH + YP + PP + (Departments of Army, Navy, Air Force + Other Departments – Expenditures)
= Arbeit of the War Ministry (AAM₂)

GH = Guards of Honor of the General Staff

YP = Youth Paramilitaries of the SSE

PP = Party Paramilitaries of the State

The Ministry of Education has a “*Department of Youth Activities.*” To avoid redundancy, avoid including the student government and the SSE here.

DYA + (Other Departments – Expenditures) = Arbeit of Education Ministry (AAM₁₁)

DYA = Department of Youth Activities

The Ministry of Transportation has a “*Department of Tourism.*”

DOT = (Other Departments – Expenditures) = Arbeit of Transportation Ministry (AAM₇)

DOT = Department of Tourism.

And the Ministry of Religious Affairs has a “*Department of Religious Pilgrimages.*”

DRP + (Other Departments – Expenditures) = Arbeit of Religious Affairs Ministry (AAM₁₃)

The Central Government contains the Legislature, Executive and Judicial Branches, the People’s Party and United Front. We will be accounting for them, the given governmental ministries and the ones which we do not know yet.

EDW + [AAM₁ + AAM₂ + AAM₇ + AAM₁₁ + AAM₁₃ + AAM₁₅ + (Other Ministries + *Legislature* + *Executive* + *Judiciary* – Expenditures)] * Mechanization Rate = TEP of the State (AN₄)

The same rules for the Quality of Arbeit Formula, including the Electrified Quality of Digital Arbeit, still apply when finding the TEP Formula of the State. This is also true for the Quality of Geld Formula and its Electrified Quality of Digital Geld. As for the TFP Formula, we will be rewriting the equations to point out that the “ME,” “MI,” and “MS” variables are now Offices, Departments and Ministries.

Instead of ME, we write “MO” for the “Quality of Geld for Government Offices.” Instead of MI, we write “MD” for “Quality of Geld for Government Departments.” And instead of MS, we write MM for “Quality of Geld for Government Ministries.”

TFP Formula of the State

[(EDM + Revenue) * SR₂] + [(MP + Revenue) * SR₂] = Geld of all Professions (MAP)

[(EDM + Revenue) * SR₂] + [(MO + Revenue) * SR₂] = Geld of all Offices (MAO)

[(EDM + Revenue) * SR₂] + [(MD + Revenue) * SR₂] = Geld of all Departments (MAD)

[(EDM + Revenue) * SR₂] + [(MM + Revenue) * SR₂] = Geld of all Ministries (MAM)

SR₂ = Density / Scope of Production

MAP + MAO + MAD + MAM = TFP of the State (MN₄)

Compared to the VCS Economy, SSE, Financial Regime and Reciprocal-Reserve Banking System, and the State, finding the TEP and the TFP for International Trades is easy. We need to do for now is determine the Arbeit we did not receive from the Foreign Attaché and the Geld that we received from selling a Production License. Note that we will be selling Production Licenses as a one-time offer because once the other nation buys a Production License, they have the Rights to manufacture whatever Technology they may be interested in.

$$AN_5 = (\text{Foreign Attachés} - \text{Foreign Schuld}) + (\text{Foreign Investments} - \text{Foreign Expenses})$$

$$MN_5 = (\text{Production Licenses Bought}) + (\text{Production Licenses Sold})$$

The rest of the TEP and TFP Formulas for International Trades will be explored further in the next SMP Compendium entry, where we will be dealing with Military Arbeit and Military Geld, Foreign Aid, the KDM and KBM Accounts, Sovereign Schuld, Foreign Reserves.

I. Foreign Accounts for Outflowing Arbeit, Inflowing Geld

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ + EMN ₂)	Priority Requisition
			FOREX Reserves
			Sovereign Schuld
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅) +
		(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)		
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	KDM Account	Military Arbeit	Foreign Aid
	KBM Account	Military Geld	

The AN₅ and MN₅ variables as part of the TEP and TFP Formulas serve specific contexts related to economic and financial activities outside the Socialist nation. Here, we will be exploring the ways in which the State receives Geld from the Totality and sends Arbeit to the Totality. Another variation of this process, which was alluded to in the previous entry, is the possibility of the State receiving Geld (and even Kapital) from foreign governments and sending Arbeit to those same governments under the terms of Real Trade Agreements.

Most of what I am going to discuss here are theoretical because they pertain to historical possibilities and technological proposals that have yet to be fully realized. An example of this includes whether the world will ever witness the inception of a Socialist world order, which could have been made a reality in the 20th century. Another is the possibility of Heliopolis, the “Splinternet,” which has yet to be fully realized along with the World State Organization (WSO), and the inception of a World Reserve Currency that will exist after the US Dollar.

What will be of practical relevance to this Compendium are the rules on the Socialist nation receiving Foreign Aid and its armed forces contributing Military Arbeit and generating Military Geld. The real challenge lies in the latter because there will always be possibilities where the Central Bank will not be able to always know how much Military Arbeit and Military Geld are being created due to wartime conditions. It is up to the General Staff at the Ministry of War to inform the Central Bank on the real extents of Military Arbeit and Military Geld.

Below are the equations for the AN₅ and MN₅ variables:

$$AN_5 = (\text{Foreign Attachés} - \text{Foreign Schuld}) + (\text{Foreign Investments} - \text{Foreign Expenses}) + (\text{Cultural Festivals} - \text{Cultural Expenses}) + \text{Foreign Aid} + \text{Military Arbeit} + \text{Heliopolis} + \text{Space Arbeit}$$

$$MN_5 = (\text{Production Licenses Bought} - \text{Foreign Schuld}) + (\text{Production Licenses Sold} - \text{Foreign Expenses}) + (\text{Tourist Revenues} + \text{KDM Account} + \text{KBM Account}) + (\text{Foreign Aid} + \text{Military Geld}) + (\text{Heliopolis} + \text{Space Geld})$$

For AN₅, we may be receiving the services of Foreign Attachés, receiving Foreign Investments for humanitarian and disaster relief, Foreign Aid in the economic, financial and military realms. It is also possible for us to be hosting special cultural events that involve foreigners, have troops stationed in other countries, funding the development and maintenance of Heliopolis, and perhaps even consider forays into our own space program.

And for MN₅, we may be buying and selling Production Licenses, receiving State Revenue from Tourism, the Central Bank receiving Military Geld from the Ministry of War, receiving Foreign Aid in the form of Geld only, and receiving State Revenues from Heliopolis and space program. For this SMP Compendium entry, we will be exploring Foreign Aid, Military Arbeit and Military Geld, Heliopolis, and Space Arbeit and Space Geld. The KDM and KBM Accounts refer to the Values of Kapital that our Central Bank has reserved for the State when conducting international trade with Liberal Capitalist regimes and Socialist regimes which have yet to adopt the Work-Standard. Both Accounts will cease to exist once the World State Organization (WSO) has been brought into existence with the emergence of a Socialist world order.

1. Foreign Aid

The Ministry of Foreign Affairs can also receive Foreign Aid from other countries, in addition to sending Development Aid to other countries. The types of Foreign Aid we can expect to receive is dependent on whether the LIEO (Liberal International Economic Order) continues to exist, or whether it has been replaced by the World State Organization (WSO). The WSO will be relying on its own World Reserve Currency, its own international Internet, and two special NSFIs (National-Socialized Financial Instruments). This portion of the entry will assume that the WSO is interacting with the Socialist nation as opposed to the LIEO vis-à-vis the IMF (International

Monetary Fund) and the World Bank because they will only give us Kapital and Schuld, in addition to us probably aborting the Work-Standard.

The World State Organization will maintain a stockpile of two NSFIs designed to provide an injection of Arbeit and Geld into any Socialist nation that needs it.

The first NSFI is an “Economic Redevelopment and Reconstruction Banknote” (ERRB) that serves as the Socialist world order’s alternative to the predatory lending of the IMF. The WSO sends them to the Central Bank of an affected Socialist nation, where it is then automatically converted into our own Currency as Geld. With the rapid influx of Geld, the State can be readily spent the Geld on reconstruction and recovery efforts in the wake of natural disasters like droughts, typhoons, tornadoes, and floods, manmade disasters like nuclear reactor meltdowns such as in Chernobyl or Fukushima and wartime destruction due to enemy action.

The other NSFI is an “Economic & Financial Autarky Kit” (NFAK), a more refined variant of the Equipmentality NSFIs issued by Office III of a Kontor. The idea behind this NSFI is to provide the Socialist world order with an alternative to the World Bank. Like the ERRBs, the WSO sends them to the Central Bank of an affected Socialist, where it is then converted into sources of Arbeit by the State. Included in each NFAK are Equipmentalities, technologies, electronics, generators, heavy machinery, medical supplies, fertilizers and farm equipment, and anything that the government of a developing country may need to pursue economic and financial autarky.

The Implicit Intent behind why the WSO has to send both NSFIs to the Central Bank is because they are not denominated in the Currency of any nation-state. Rather, they are denominated in the World Reserve Currency issued by the WSO for international transactions between the Socialist nation and the Socialist world order. It is better this way because not all nation-states are as well-developed or as technologically advanced as the Western world. There are countries in Latin America, Africa, the Middle East and Asia whose governments will be especially grateful for such NSFIs whenever their Totalities encounter difficulties sustaining themselves.

These NSFIs are pegged to the World Reserve Currency issued by the WSO. The World Reserve Currency is issued only to member-states of the WSO on a 1:1 Exchange Rate. And unlike most conventional NSFIs, there is no hefty Service Fee included. This ensures that developing countries will be able to receive adequate funding in response to any domestic political, economic and financial instabilities affecting their Totalities.

The NFAK are applicable to the variable AN_5 , which is part of the TEP Formula for International Trades. We can write the “Foreign Aid” in the original equation as this:

$$\text{Foreign Aid} = EDW + (TEP + NFAK)$$

The ERRBs are applicable to the variable MN_5 , part of the TEP Formula for International Trades. Just like the NFAKs, their equation is also written as:

$$\text{Foreign Aid} = EDM + (TFP + ERRB)$$

2. Military Arbeit and Military Geld

Military Arbeit and Military Geld refer to those special sources of Arbeit and Geld which originate from the armed forces, specifically the Ministry of War and the Ministry of Energy and Armaments Production. These variables only appear whenever we have troops stationed in other countries and

weapons are being produced for them, but we do not know their exact values. Worse, there are also possibilities where we may be receiving a lot of rough estimated values due to the issues of determining who is dead, who is missing, who has deserted, who defected, and who was captured by the enemy.

We begin by taking a count of all of the military personnel registered by the Ministry of War:

EDW * [GH + YP + PP + (Departments of Army, Navy, Air Force + Other Departments – Expenditures) + **DMA**] = Arbeit of the War Ministry (AAM₂)

GH = Guards of Honor of the General Staff

YP = Youth Paramilitaries of the SSE

PP = Party Paramilitaries of the State

DMA = Military Arbeit Deployed Overseas

The extent to which Military Arbeit is readily converted into Geld is limited to the fact that there is no Mechanization Rate affecting it. Since the two World Wars, the rigors of modern warfare render the concept of a Mechanization Rate too impractical in most wartime conditions on the battlefield. If the Council State is capable of facilitating a “Electrified Quality of Digital Arbeit” (EDW) variable, the Ministry of War can be able to bolster the capabilities of the armed forces in its ability to contribute Military Arbeit.

Military Geld, on the other hand, is primarily converted from Military Arbeit. It relies on the same the equations depicted in the Quality of Geld and the TFP Formulas, but only up to the point where the Ministry of the Energy and Armaments Production has to determine how much Geld was generated from the sale of weapons and munitions, vehicles, warships and aircraft to the State. For ease of reference, the Ministry of Energy and Armaments only need to find the Quality of Arbeit and TEP values of the Armaments Industry, then find the Quality of Geld and TFP values for the Armaments Industry.

For the Ministry of War, their own equation is this:

[(EDM + DMD) * SR₂] + [(MD + DMD) * SR₂] = Geld of all Departments (MAD₂)

SR₂ = Density / Scope of Production

DMD = Military Geld Deployed Overseas

MAP₂ + MAO₂ + MAD₂ = TFP of the Ministry of War (MAM₂)

3. Heliopolis

The term “Heliopolis” refers to the possibility of the Socialist nation being able to finance and develop an alternative to the World Wide Web in response to the Splinternet phenomenon discussed in an earlier Compendium entry. A part of this endeavor does involve the Socialist nation building space satellites and undersea cables for digital telecommunications applications. The conceptual technologies have roughly between around the late 19th and late 20th centuries. In any case, Heliopolis may provide an additional source of Digital Arbeit and Digital Geld, if the State is willing to allocate State Investments into the research and development at Ministry of Science.

In order for us to distinguish between the Digital Arbeit and the Digital Geld gained from the operation of the national Intranet and those of Heliopolis, the Digital Arbeit and Digital Geld from

Heliopolis can be found under the AN_5 and MN_5 variables of the TEP and TFP Formulas. This is important because the national Intranet's Digital Arbeit and Digital Geld were with the AN_1 and MN_1 , the TEP and TFP Formulas for the VCS Economy, as part of the Information Sector.

To find the Digital Arbeit and Digital Geld produced by us on Heliopolis, find the Electrified Quality of Digital Arbeit (EDW) and the and the Electrified Quality of Digital Geld (EDM). Mark them as EDW_2 and EDM_2 to differentiate them from the ones which are affecting our national Intranet. Everything, including the equations remain virtually unchanged.

4. Space Arbeit and Space Geld

As for "Space Arbeit" and "Space Geld," they refer to the possibilities of the Socialist nation's space program someday allowing its citizens to establish a presence in the planetary orbit around Earth, on the Moon, on Mars and its moons, and perhaps even beyond. The technologies required to fully realize their potential, let alone warrant their own categories in the TPP equation, are still in their infancies. It is possible that they may not be ready at any point in the 21st century, but perhaps instead the 22nd or 23rd centuries. For the foreseeable future, we will only be treating them as sources of Digital Arbeit and Digital until then. We are restricted to finding the Electrified Quality of Digital Arbeit and Electrified Quality of Digital Geld. Use variables " EDW_3 " and " EDM_3 " to differentiate Space Arbeit and Space Geld from all other Digital Arbeit and Geld.

m. State Revenue and Requisition Accounts

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ + EMN ₂)	Priority Requisition
			FOREX Reserves
			Sovereign Schuld
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) + (AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) + (AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
Foreign Account	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	KDM Account	AAM ₂	EDW + (TEP + NFAK)
	KBM Account	MAM ₂	EDM + (TFP + ERB)

With the other NSFIs accounted for, we now need to know the values for Offices IV and VI. This will also include us trying to determine the values of the KDM and KBM Accounts as well as the FECs (Foreign Exchange Certificates) that Office IV is authorized to issue by the State. We will also need to distinguish between Geld and Kapital mathematically.

1. NSFIs issued by Offices IV and VI of the Kontor

NSFIs = Office I + Office II + Office III + Office IV + Office V + Office VI

Office I = $(FI_1 + FI_2 - SF_x)$

Office II = $(FWP_1 + FWP_2 - SF_x)$

Office III = $(EQ_1 + EQ_2 - SF_x)$

Office IV = $[(FEC_1 + FEC_2 - SF_x) + (KDM - FEC_3) + (KBM - FEC_4)]$

Office V = $[(WT_1 + WT_2 - SF_x - SH_x) + (WT_3 + WT_4 - SF_x - SH_x)]$

Office VI = $[(PR_1 - SF_x - SH_x) + (PR_2 - SF_x - SH_x) + (PR_3 - SF_x - SH_x) + (PR_4 - SF_x - SH_x)]$

FI_x = Fiefs

FWP_x = Four-Year/Five-Year Work-Plans

EQ_x = Equipmentalities

FEC_x = Foreign Exchange Certificates

KDM = Kapital of Dirty Money Account

KBM = Kapital of Blood Money Account

WT_x = Work-Tenures

PR_x = Priority Requisition for State, VCS Economy, SSE and Military

SF_x = Service Fees

SH_x = Schuld

Priority Requisition Accounting

Priority Requisition deals with the funding and financing of special projects which lack the prioritization and interest of the State. The State's scientists and engineers prefer finding investors at Office VI than to convince the State to allocate more Geld from Office VI. Similar arguments can be made for the SSE and the military, since both have certain assignments that may require them to be more discrete with their activities across international borders. Then there are usual issues of fundraising on the part of intellectuals and the religious. All of these factors and more can be accomplished inside Office VI.

The general idea behind Priority Requisition should be simple, given the implications of Office VI. Somebody has a project proposal that they would like to embark on, but they need additional sources of funding beyond what the State normally provides or else the State needs to compartmentalize its own activities in the cases of the SSE or the armed forces. Somebody else invests Geld into their Arbeit on the expectation that there will be results from the endeavor. For the sake simplicity, we will be relying on an Enterprise as opposed to any other variable for the "Totality" in our Command-Obedience Account Bookkeeping formatting. This is because the procedures employed at Office VI are consistently the same, even if the clients involved are not the same ones every single time.

We format our accounting table to show the amount of Geld that the Investor has allocated for investment, the amount of Geld that they must pay as part of the Service Fee, and whatever Schuld that they may owe to the State. Both the Service Fee and the Schuld will go to the Kontor along with their investments. The Kontor has only a fixed amount of Reserve Geld reserved for this transaction, in addition to the Investment, the Service Fee, and the Schuld from the Investor.

On the Command side, the Investor is expecting the value of the Final Quality of Arbeit (FQW) and any incurred Expenses to become greater than the initial investment and Quality of Arbeit. And on the Obedience side, Office VI is also expecting the same thing. Both Investor and Office VI are counting on the Enterprise to ensure that their Expenses do not surpass their FQW when the Arbeit is converted to Geld by the Central Bank to yield the Final Quality of Geld (FQM).

The Expenses rise along with the FQM. The final value of FQM must be greater than the Reserves held by the Kontor and the Incomes held by the Investor. While the Enterprise receives the actual results of their endeavors, the Investor and Office VI are allowed to split the FQM by up to half. Both Office VI and the Investor must negotiate over how much they will be paying any additional Schuld that may occur from the FQM being worth less than what they were expecting.

<i>Obedience</i>	<i>Command</i>	
<i>Kontor</i> (State)	<i>Enterprise</i> (Totality)	<i>Investor</i> (Self)
Reserve + Investment	QW QM	Income – Investment
FQW – Expenses > QW + Investment Expenses < FQW	FQW	FQW – Expenses > QW + Investment Expenses < FQW
FQM – Expenses > Reserve	FQM	FQM – Expenses > Income
Reserve + FQM * (1/2)	PR _x	Income + FQM * (1/2)
PR _x – SF _x – SH _x		

Currency Conversion Equations

How Office IV calculates the Currency Conversion equations will depend on whether they are dealing with Geld or Kapital from the KDM and KBM Accounts.

$$K = G_1 * \text{Exchange Rate}$$

$$G_1 = K / \text{Exchange Rate}$$

$$\text{Exchange Rate} = K / G_1$$

The Currency Conversion equation between Currencies pegged to the Work-Standard is the same:

$$G_2 = G_1 * \text{Exchange Rate}$$

$$G_1 = G_2 / \text{Exchange Rate}$$

$$\text{Exchange Rate} = G_2 / G_1$$

G₁ = Our Currency, pegged to the Work-Standard

G₂ = Foreign Currency, pegged to the Work-Standard

K = Foreign Currency, unpegged from the Work-Standard.

The reason for having two different procedures is allow Office IV to account for the possibility of different Currencies becoming pegged to the Work-Standard or even becoming unpegged from the Work-Standard. The former is only possible if the foreign currency in question belongs to another Socialist regime. The latter occurs if that Socialist regime is overthrown and gets replaced by a Liberal Capitalist regime.

If we need to figure out the Absolute Purchasing Power Parity (APPP), Office IV uses these two equations:

$$\text{Exchange Rate} = K / G_1$$

$$\text{Exchange Rate} = G_2 / G_1$$

When we want to know how much something is worth in our Currency or another Currency, those equations are:

$$K = G_1 * \text{Exchange Rate}$$

$$G_2 = G_1 * \text{Exchange Rate}$$

And if we need to work backwards, those equations are:

$$G_1 = K / \text{Exchange Rate}$$

$$G_1 = G_2 / \text{Exchange Rate}$$

We rely on the Relative Purchasing Power Parity (RPPP) when we want to determine the rate of Currency Depreciation/Appreciation. RPPP argues that any changes to the Exchange Rate can be traced back to changes in the Inflation/Deflation Rate (if the Financial Regime is Liberal Capitalist) or the Attrition/Inaction Rate (if the Financial Regime is Socialist).

The following includes the General and Simplified Equations for dealing with two Currencies pegged to the Work-Standard and when our Currency interacts with another Currency as Kapital:

$$FX_K = (1 + W_{G1} / 1 + I_K) - 1$$

$$FX_G = (1 + W_{G1} / 1 + W_{G2}) - 1$$

The Simplified method for calculating the RPPP in both cases are as follows:

$$FX_K = W_{G1} - I_K$$

$$FX_G = W_{G1} - W_{G2}$$

W_{G1} = Our Nominal Attrition Rate based on Quality of Arbeit

W_{G2} = Their Nominal Attrition Rate based on Quality of Arbeit

I_K = Their Nominal Inflation Rate based on Quantity of Kapital

2. FOREX Reserves, KDM and KBM Accounts

Finding the FOREX Reserves and the KDM and KBM Accounts are simple. We just need to know how much Kapital is in existence at the Central Bank and how much does the Council State has in foreign currencies pegged to the Work-Standard. Any foreign currency pegged to the Work-Standard, as well as the circulation of FECs, will appears under the FOREX Reserve.

$$FX = FEC_1 + FEC_2 + FEC_3 + FEC_4$$

FEC_1 = Domestic FECs pegged to the Work-Standard

FEC_2 = Foreign FECs pegged to Work-Standard

FEC_3 = Domestic FECs for Currencies from the KDM Account

FEC_4 = Foreign FECs for Currencies from the KBM Account

For the KDM and KBM Accounts, all we need to do is to simply recalculate their Values in our own Currency with a given Exchange Rate. Since our Currency is relying on a “Hard Peg” Exchange Rate to the Work-Standard, the Central Bank has the power to decide the Exchange Rates. It is applicable to how much Geld in our Currency should be worth in another Currency. Note that this only applies to Exchange Rates from our Currency to another Currency only. For foreign currencies relying on Floating Exchange Rates, the financial markets decide the Exchange Rate based on the Incentives of Supply and Demand.

There are ways where we can mitigate the effects of the Incentives of Supply and Demand. The Intents of Command and Obedience can allow us to recreate the conditions conducive to an artificial scarcity of our Currency on the international stage. Since very few foreigners will have full access to our own Currency, the less there are in existence by being-with foreigners, the more likely that the Incentives of Supply and Demand will bend in our favor. Such a possibility is feasible because our Currency bases its Value on the *Quality of Arbeit*, which in turn influences its Price as the *Quality of Geld*.

For the values of the KDM Account, determine how many Currencies there are inside the KDM Account. Next, calculate their values in our Currency. The value of the KDM Account will always be listed in our Currency under Command-Obedience Account Bookkeeping.

The KBM Account, unlike the KDM Account, is intended for any Kapital that our Central Bank has for the Currencies of Liberal Capitalist regimes, certain LCFIs (Liberal Capitalist Financial Instruments), any Foreign Schuld that the Liberal Capitalists may owe us, Gold and Silver, and Cryptocurrencies. Also included are the possible existences of counterfeited Currencies from Liberal Capitalist regimes; those need to be pulled from circulation and destroyed.

We will start with Gold and Silver, since not only are they Commodities which need to be converted into Equipmentalities under the Work-Standard, it will provide insight on how we recalculate the Value of the KBM Account itself. Everyone should know that Gold and Silver are still being valued in US Dollars because the US Dollar itself retains its status as the World Reserve Currency. Bretton Woods and the Gold Standard are dead, but the same cannot be said for the US Dollar, the IMF and the World Bank. Prices for Gold and Silver skyrocket whenever the financial markets perceive an impending financial or economic crisis. The Liberal Capitalists are essentially speculating that they will need to buy Gold and Silver so that they can profit from the perceived crisis by selling them at higher Prices.

What allows those Prices to skyrocket is the Quantity of Kapital in existence as Gold and Silver under the Incentives of Supply and Demand. Unlike our *Quality of Arbeit*, where our State Commissariats can reliably set and reset Prices, the Liberal Capitalists’ Quantity of Kapital is

always in constant flux. Prices of Gold and Silver are soaring in one moment and crashing in another. Such behavior is only understandable when Quantity of Kapital is paired with a corresponding Quantity of Schuld in existence. In essence, the Liberal Capitalists buy Gold and Silver with a Currency pegged to the Schuld Standard when the Prices of Gold and Silver are lower, which may or may not coincide with them borrowing Kapital from their Fractional-Reserve Banking System while it creates Kapital out of thin air. They then sell the Gold and Silver on a later date when the Prices for Gold and Silver are higher in order to acquire the greatest Quantity of Kapital for the lowest Quantity of Schuld.

Unlike the Gold and Silver found in financial markets as “Commodities,” the Gold and Silver sold by the Kontore as Equipmentalities do in fact operate according to a different set of parameters. Office III needs to know where the Gold and Silver came from, the Purity of the Gold and Silver, *and* the Quality of Arbeit and Quality of Geld which went into the creation of those base metals. Their Quality of Arbeit will tell us who created the Gold and Silver and under what conditions were they mined. Their Quality of Geld will also tell us the extent to which the Arbeit had gone into the Gold and Silver and under what conditions were they minted.

We will be listing the Prices of Gold and Silver as Equipmentalities based on their national origin. The Prices for Gold and Silver are far more reliable if we know who mined and minted them in the first place based on their Quality of Arbeit and Quality of Geld. If we do not know the identities of who created the Gold and Silver, there is no way for us to know the Quality of Arbeit. And if we do know the Quality of Arbeit, we cannot know the Quality of Geld either. Therefore, Office III will advise the State Commissariats to list them as “*Equipmentalities of Liberal Capitalist Origin*,” cautioning anyone who purchases them that they are in fact “*Prone to Rapid Price Fluctuations*” in our own Currency.

At the same time, expect the Value of Liberal Capitalist Currencies to also fluctuate since the vast majority of them are Fiat Currencies relying on an Inflation/Deflation Rate and Interest Rate. A higher Inflation Rate will depreciate the Value of any Foreign Schuld that the Liberal Capitalists owe to our Council State. Similarly, a higher Deflation Rate does the exact opposite: it appreciates the Value of Foreign Schuld. This is because of the fact that the Quantity of Kapital is dependent on the Quantity of Schuld in existence.

Also expect more of the same for the Values of any LCFIs in the KBM Account, which will be restricted to Stocks and Bonds. Stocks will allow our specialty department stores and shops to infiltrate Liberal Capitalist privatized commercial firms in an attempt to capture them through Economic Foreignization. Our Council State, when it has ample reserves of foreign currencies, can launch Financial Warfare operations by investing in the stock market to “corner the market.” Our Council State will also try to purchase government bonds on the condition that the Liberal Capitalists will be paying us back on a later date. And if they do not, our Real Trade Agreement (RTA) has a ‘Collateral Damage Clause’ where the Council State will be forced to assert Command and Obedience on the Liberal Capitalists for their Kapital. ***‘There is no such as Free Trade under the Work-Standard if there is no such thing as a Free Lunch under Socialism.’***

And in the digital realm, our Currency must contend with the proliferation of Cryptocurrencies like Bitcoin and Ethereum. A Cryptocurrency may pose a challenge to our Central Bank, but they cannot pose a challenge to anyone in a power outage. How does one expect to spend any Cryptocurrency or process the transaction within the Blockchain in situations where there is no electrical power to begin with? Why should any nation have to devote obscene amounts of electrical power just to create new units of any Cryptocurrency, when the Work-Standard can provide the same amount at a fraction of the cost and even with older technologies?

At least with the Work-Standard, our Socialist nation can technically operate it with late 18th, 19th and 20th century mechanical and analog technologies. Conventional Cryptocurrencies are worthless if they are no digital technologies to speak of. The only real downside for the Socialist nation in those conditions is its inability to electrify Arbeit and Geld as part of the LERE (Life-Energization Reciprocal Electrification) process, which requires digital technologies. But even if that means fewer contributions of Arbeit and fewer generations of Geld for the Life-Energy Reserve, the LER (Life-Energization Reciprocity) process alone is still capable of helping the Socialist nation live within its own means of production.

n. Domestic and Foreign Schuld Accounts

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ + EMN ₂)	PR
			FX
			SH _d + SH _f
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) + (AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅) +
		(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	FX _K	AAM ₂	EDW + (TEP + NFAK)
	FX _G	MAM ₂	EDM + (TFP + ERRB)

The role of Schuld in Command-Obedience Account Bookkeeping is derived from how it is intended to operate under the Work-Standard according to earlier Sections of SMP Compendium

entries. Its presence serves as a deterrent against the Socialist nation trying to live beyond its own means of production. If the Socialist nation can afford to live within its own means of production, it will never have to worry about being on the receiving end of Schuld. This of course depends on whether the Totality and the State are determined to achieve a balanced budget and avoid spending more than the Socialist nation is capable of producing with Arbeit and Geld. Usually, Schuld does not appear until the State begins to operate at a fiscal deficit, but there is another way for Schuld to manifest its presence in Command-Obedience Account Bookkeeping. To understand why, we need to review everything discussed over the past thirteen Compendium entries within this Section.

In each preceding Compendium entry, I demonstrated how the Socialist nation accounts for the contributions of Arbeit and the generations of Geld from every aspect of economic life. Everyone who does any form of Vocation is also contributing Arbeit to be converted into Geld. The most important consideration about the manner in which every equation and procedure discussed previously is how the “State Expenses” for everything was also meant to be included. This means that as long as the State Revenues are continuing to surpass the State Expenses, the State Budget will be spared from the onset of a fiscal deficit.

Another noteworthy fact about Command-Obedience Account Bookkeeping is how the State Expenses will *lower* the State Revenues whenever they begin to rise. If one perceives the Quality of Arbeit and Quality of Geld for any Enterprise is beginning to fall, and there are no indications that somebody is embezzling or forging anything to abscond with Arbeit and Geld, it can be interpreted that its State Expenses is beginning to outpace the State Revenues. However, if the State Revenues rise, it is tenable to argue that either the State Revenues of one Enterprise has grown or else its State Expenses has fallen. The economic planners and their retinue of accountants will not know which one of the two possibilities happens to be the case unless they actually audit the Enterprise’s Quality of Arbeit and Quality of Geld. By starting with Quality of Arbeit and then moving on to Quality of Geld, the economic planners and their accountants can detect emerging problems sooner and react more quickly.

But let us suppose the State Expenses have finally outpaced the State Revenues. How does an economic planner and their accountants register this? They are to jot down the final values of the Quality of Arbeit (QW) and the Quality of Geld (QM) as negative numbers. This in turn affects the manner in which the Total Economic Potential and Total Financial Potential Formulas are also done because the result is obviously going to be a diminishing TEP value commensurate with a similarly lower TFP value. No competent economic planner under the VCS Economy wants to let such a scenario happen because not only does it look poorly on their Service Record, the State can reprimand them and even hold them criminally liable if there is real evidence of theft.

Regardless of how its own State Expenses managed to surpass its State Revenues, the Enterprise will begin to accumulate Schuld. The State is automatically forced to intervene and must spend Geld from its own Budget to balance the account of the Enterprise. Such a scenario can be avoided if the economic planner and their retinue of accountants take the initiative before the State does, figure what is causing the negative TEP and TFP values and spending the Geld that their Enterprise already has.

If something such as this can happen to an Economic Enterprise, it can also happen to the rest of the Socialist nation. Everything depends on whether the State Budget is able to avoid going into negative values. Only when the State Budget goes below “0.00” will the State begin accumulating Schuld. Should that happen to the State, the Central Bank has to print additional

Geld to pay for the State Expenses incurred on the State Budget. This type of Schuld is given the designation of “Sovereign Schuld” in Command-Obedience Account Bookkeeping.

The State’s ability to sustain Sovereign Schuld is limited to its ability to prevent the TPP equation from reaching negative values. As the Sovereign Schuld rises, the TPP equation drops. The State’s ability to sustain the national Currency pegged to the Work-Standard is brought into question by both the Totality and any foreign observers who are aware of these economic and financial difficulties. For if the TPP equation goes below “0.00,” a Sovereign Default is imminent. And even though the Work-Standard will continue to exist in spite of a Sovereign Default, the catastrophic effects that result from one can bring about the undoing of the Socialist nation.

The Sovereign Schuld Account contains the sum of “Domestic Schuld” and “Foreign Schuld.” Do note that even if the equation is just a simple arithmetic equation, always make sure that all Domestic Schuld and Foreign Schuld have been calculated based on the current Attrition Rate:

$$\text{Sovereign Schuld} = \text{Domestic Schuld} + \text{Foreign Schuld}$$

There are plenty of contexts where the Socialist nation can potentially find itself indebted. Wars, natural disasters, civil wars, famines, pandemics, national emergencies, and other crises that involve the State spending obscene amounts of Geld in order to confront. This is why it is important for the State and the Totality in particular to strive toward living within their own means of production. The last problem that the Socialist nation wants to be dealing with is for the State Budget to suddenly run a fiscal budget all because the State and the Totality have never been able to exercise fiscal discipline prior to the crisis. Any Sovereign Schuld that appears from such foolishness must be quickly extinguished as soon as it is physically possible to do so.

Moreover, it would be best that all of the Sovereign Schuld is predominantly Domestic Schuld that the Totality owes to the State or the State owes to the Totality. Foreign Schuld can be problematic because the State has to contend with Exchange Rates in addition to the same aforementioned level of urgency. The accumulation of Foreign Schuld will make the effects of Sovereign Schuld more painful for any Socialist nation, as the experiences of historical and existing Socialist nation in the world can attest since the 20th century. At least with Domestic Schuld, the State is capable of quickly paying it down without having to go through the hurdles of Exchange Rates.

o. Paygrade Scaling, Accounting and Distribution (Pt. 1 of 3)

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ + EMN ₂)	PR
			FX
			SH _d + SH _f
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅) +
		(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)		
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	FX _K	AAM ₂	EDW + (TEP + NFAK)
	FX _G	MAM ₂	
			EDM + (TFP + ERRB)

Summarization of Command-Obedience Account Bookkeeping

Command-Obedience Account Bookkeeping relies on every aspect of the Total Productive Potential (TPP) equation to determine the units of Sociable Currency that the Central Bank is allowed to print into circulation. Everything points to the values for the State Budget and People's Geld under "Income," RTEP and RTFP under "Production," and the NSFIs and State Investments under "Mobilization." The TPP equation can be written in three different variations. Each one has been explored over the course of the SMP Compendium, but it helps to provide a general frame of reference. Those three are as follows:

$TPP = \text{Income} + \text{Production} + \text{Mobilization}$

$TPP = (\text{State Budget} + \text{People's Geld}) + (\text{RTEP} + \text{RTFP}) + (\text{NSFIs} + \text{SI})$

$TPP = \text{TPP Account} + \text{LER-LERE Accounts} + \text{SI-EF Accounts}$

All three of these variants for the TPP equation are valid in their own way. However, there will always be a single variant which the Central Bank is going to rely on the most and that is the third one. In essence, the Central Bank will be determining the sum of the TPP Account, the LER-LERE Accounts, and the SI-EF Accounts to find the TPP value. When it does find the TPP value, the Central Bank will put that same amount of Geld into circulation as rolls of coins and banknotes.

Imagine that the TPP of the Socialist nation happens to be valued at "23,000,000,000 GDM." This 23,000,000,000 GDM is not being distorted by changes made to any aspect of economic life in the Socialist nation, whether that is from the State, the Totality or the Central Bank. The Central Bank's ability to put Geld into circulation is restricted to that given value of 23,000,000,000 GDM.

And under the Work-Standard, the Central Bank is prohibited from printing any more Geld than what is allowed by the TPP value. Anything greater than that value will count towards the "Domestic Sovereign Schuld" (SH_d), which needs to be paid with Geld from the State Budget. If the State Budget achieves a negative value as a result, the value of SH_d accumulates.

To allow the Central Bank to put more Geld into circulation, the overall TPP value of the Socialist nation must be increased. All of the available methods provided by the Work-Standard is capable of increasing the TPP value. Similarly, certain methods can also decrease the TPP value, some of which can be avoided by both the State and the Totality. There is no exact science on how this can be done, but there is a specific artform informing everyone on how to create works of art.

The fastest and easiest way to increase the TPP value is to allow the RTEP and RTFP values to grow gradually. There are plenty of ways for the VCS Economy to improve its own RTEP and RTFP values, which will in turn improve the overall TPP value by extension. Everything begins with what is being done about the Quality of Arbeit (QW) and the Quality of Geld (QM). The performance of a single Enterprise, regardless of its size or its activities, is capable of enhancing the TPP value within their own efforts.

Achieve greater economic growth by increasing the Quality of Arbeit and Quality of Geld. For Quality of Arbeit, boost the Work-Productivity (WP) and the Force Multipliers (FMs) while minimizing the Work-Intensity (WI). Raising the Mechanization Rate (MR) may suffice. And for Quality of Geld, increasing the number of possibilities for Economic Socialization (ES) and maintaining a steady Solidarity Rate (SR) will enhance the effects of an increasing Quality of Geld. If the prerequisite technologies happen to be available, we can electrify our Arbeit and Geld. Doing so will allow a "Electrified Quality of Digital Arbeit" (EDW) and a "Electrified Quality of Digital

Geld” (EDM) to supplement the preexisting Final Quality of Arbeit (FQW) and Final Quality of Geld (FQM) respectively.

Another way of allowing the Central Bank to put more Geld into circulation is for the Currency to be devalued. A “Currency Devaluation” applies under the “Income” side of the TPP equation since the Central Bank will also be indirectly affecting the value of the State Budget and the People’s Geld. It is not the most politically sound decision, but the Totality will recognize why under certain contexts like in Financial Warfare, an actual military conflict, or trying to offset a trade deficit. The same is true for “Currency Revaluation” since that will cause greater dependency on imports for goods and services which the Totality neither needs nor wants.

Then there is the usual array of methods like Taxation, Spending, issuances of NSFIs, State Investments, State Foreignization Investments (SFIs) and Real Trade Agreements (FTAs). But just like QW and EDW or QM and EDM, relying on just one method is not enough. A combination of all of the above will surely lead to an increase in the TPP value.

Regardless of which method has been chosen, the VCS Economy and the Reciprocal-Reserve Banking System will always affect the TPP Account. The State Budget, like the People’s Geld, rises and falls according to overall conditions. For People’s Geld, this affects how much Geld is allocated by the State Commissariats of Wages and Prices to each Paygrade.

When does the Central Bank calculate the TPP Equation?

To begin, it is vital to understand how the work-week is going to function under the Work-Standard. The average for every work-week in the Socialist nation will strive to maintain a median of about forty (40) hours for everyone pursuing a Vocation. This means that everyone interacts with their Vocations for eight hours on five out of the seven days in an entire week. It is possible for somebody to be working on weekdays and weekends as part of the forty hour work-week. They may have their Sundays and Mondays off, but they are still interacting with their Vocations each week for at least 40 hours.

The minimum number of hours that the State could allow in the work-week is thirty-two (32) hours, where everyone spends eight hours for just four days in an entire week. The maximum number of hours allowed for the work-week in peacetime conditions is fifty-six (56) hours, where everyone spends eight hours interacting with their Vocation on all seven days of the week.

Anyone who has a work-week shorter than 32 hours must receive a direct order from their physicians or else from the courts. Only then can they be exempted. Conversely, anyone who has a work-week longer than 56 hours are deemed as essential personnel committed to specific professions. The nature of those professions demands the need for longer working hours, and it is to be expected by anyone who intends to pursue them as early as their teenage years back in the SSE. The professions in question will include, but may not always be limited to:

- Medical professions
- Educational professions
- Religious professions
- Military and Intelligence professions
- Emergency Service professions
- Financial professions from the Central Bank to the Kontore
- Economic inspectors, planners, and accountants
- Government professions, including members of the State Council
- Legal professions, including judges, jurors, prosecutors

Each of those professions are related to some aspect of the central government. It is normal to expect somebody from one of those professions to be working longer than 56 hours under certain conditions. This is especially going to be the case in wartime, where the Socialist nation must be able to achieve full combat readiness before engaging the enemy.

No matter how long the work-week will be, the Central Bank will always have the same work-week as the rest of the Totality. In this case, the Central Bank begins its work-week on Mondays and finishes it on Fridays. The Intent of this is to provide a window of opportunity for the VCS Economy, the SSE, Reciprocal-Reserve Banking System, the Kontore and State Commissariats, and the Council State to send Arbeit and Geld to the Life-Energy Reserve.

The Central Bank calculates the TPP equation on Saturday. The aforementioned professions which are permitted by the State to work longer than 40 hours will each maintain a consistent contribution of Arbeit and generation of Geld. It applies for both the weekdays and the weekends, when the Central Bank is calculating the TPP equation. Once the TPP equation has been found, the Council State must provide its Central Bank the actual amounts of Geld listed under “State Revenues” and those under “State Expenses.” This must also be done on a Saturday.

As stated earlier in this Section of the Compendium, the State Budget grows or shrinks depending on whether the State Revenues is able to outpace the State Expenses. That equation is written as:

$$\text{State Budget} = \text{State Revenues} - \text{State Expenses}$$

Every contribution of Arbeit and every generation of Geld by the entire Socialist nation is counted toward the State Revenue. Every amount of Geld that the entire Socialist nation needed to make those contributions and generations happen will be counted toward the State Expenses. That includes all of the Geld going into each Paygrade which will be wired to everyone’s personal accounts on every Sunday. The State Banks are the ones responsible for overseeing this task under the Reciprocal-Reserve Banking System.

How does the State decide on changes to the State Budget?

All of this was of course discussed in the Compendium entry “Introduction to Command-Obedience Account Bookkeeping”:

<i>Obedience</i>	<i>Command</i>
State	Totality + Self
Self	Income + Net Income + (Dependents + Years) – Geld – Arbeit – Drawings
Totality	Income + Net Income + (Dependents + Years) – Geld – Arbeit – Drawings
State	Holdings + Geld + Arbeit – Expenses – Net Incomes (Totality + Self)

The Central Bank would reinterpret that State Revenues and State Expenses to the “State” as this:

$$\text{State} = \text{State Revenues} - \text{State Expenses}$$

$$\text{State Revenues} = \text{Holdings} + \text{Geld} + \text{Arbeit}$$

$$\text{State Expenses} = \text{Expenses} - \text{Net Incomes (Totality + Self)}$$

Should the State Revenues surpass the outstanding State Expenses, the Geld will be allocated to the State Budget. Any changes to the State Budget, including the removal or addition of Geld to any aspect of life in the Socialist nation, are allowed to be decided on Sunday by the ministerial heads of the Cabinet or the ‘Council of Ministers’. Any decision made by them must be finalized and submitted to the State Council before Wednesday, giving the State Council their opportunity to debate over the budgetary changes before the next Saturday.

The Intent of allowing the Council State to make changes to the allocations of Geld into any aspect of the Socialist nation on Sunday is straightforward. Since everyone’s work-week occurs between Monday and Friday, that gives the State a chance to broadcast its intentions through all available means of communications on Sunday. Everybody will know what the State is going to do, thus minimizing the possibility of people not being aware enough about the changes to the State Budget.

Everything in the Socialist nation has a required minimum amount of Geld required for its activities. Included is the amount of Geld already being allocated each week and the amount proposed by the State. Under Command-Obedience Account Bookkeeping, we can expect to encounter the accounting of the Geld allocated for an Enterprise to be formatted as this:

<i>Obedience</i>		<i>Command</i>	
<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
3,000,000 GDM	2,800,000 GDM	2,750,000 GDM	-200,000 GDM

On the Obedience side, we can see that 3,000,000 GDM is going into a single State Enterprise each week. The State is proposing that this Enterprise should be receiving only 2,800,000 for the next work-week. The State knows it can be done without any repercussions because the proposed amount for the next work-week is still higher than the Required Minimum on the Command side.

The Command side informs us about how much Geld is required for this Enterprise to function within normal parameters. It also tells us about the Weekly Balance, which is the amount that the Enterprise will be receiving for the next work-week. Since the State is proposing 2,800,000 GDM, the Enterprise will lose 200,000 GDM, this loss reflected as a negative value.

For the State, 200,000 GDM has been added to the State Budget. Exactly what the State does with the 200,000 GDM will vary, depending on specific contexts. We would account for this decision by formatting the accounting as follows:

<i>Obedience</i>		<i>Command</i>	
<i>State Budget</i>	<i>Weekly Balance</i>	<i>State Revenues</i>	<i>State Expenses</i>
97,364,000,000 GDM	+6,573,685 GDM	21,716,000 GDM	15,142,315 GDM
97,364,200,000 GDM	+200,000 GDM		

The manner in which I formatted the State’s TPP Account is based on what was discussed earlier.

$$\text{TPP} = \text{TPP Account} + \text{LER-LERE Accounts} + \text{SI-EF Accounts}$$

$$\text{State Budget} = \text{State Revenues} - \text{State Expenses}$$

In essence, the State Budget was originally “97,364,000,000 GDM” at the end of the preceding work-week. We know for certain that the State Budget was “97,357,426,315 GDM” on

the previous Sunday. On this Sunday, however, the State Budget had grown by “200,000 GDM” as a result of the State’s decision regarding the Enterprise from earlier. We can tell that this was occurring on a Sunday because nothing has yet been recorded for State Revenues and State Expenses. That “200,000 GDM” will no doubt become larger if we were to include the State Revenues and State Revenues of any essential personnel still working on the weekends.

Even so, the logic behind what has been discussed here is going to become the subject of the next two Compendium should be obvious by now. We are going to consolidate everything discussed in the preceding Compendium entries for this Section, concluding everything by having the final three entries in the Section be devoted to how everything functions in actual practice. That will be our chance to demonstrate how all of the concepts and variables discussed throughout the SMP Compendium came together, featuring a simulation spanning the course of a full year.

In the next two Compendium entries, we will be discussing about how to organize the accounting of the Socialist nation with the Political Organization Problem as our guide. We will begin the next Compendium entry on how the State formats the TPP equation and delve deeper into its decision-making process from the context of Command-Obedience Account Bookkeeping. And then we will conclude with the State Commissariats of Wages of Prices, discussing about how it determines the Income Brackets, the Prices of everyday goods and services, and oversees the Transvaluation of All Arbeit with the economic planners and the VCS Economy in real time.

p. Daygrade Scaling, Accounting and Distribution (Pt. 2 of 3)

To begin, recall the three variations of the TPP equation discussed in the previous entry:

$$\text{TPP} = \text{Income} + \text{Production} + \text{Mobilization}$$

$$\text{TPP} = (\text{State Budget} + \text{People's Geld}) + (\text{RTEP} + \text{RTFP}) + (\text{NSFIs} + \text{SI})$$

$$\text{TPP} = \text{TPP Account} + \text{LER-LERE Accounts} + \text{SI-EF Accounts}$$

The Council State of the Socialist nation relies on the second and third versions. The State has a Constitutional Obligation to know how much Arbeit and Geld are being created in the Socialist nation under the Work-Standard. That means knowing the origins of every source of Arbeit and Geld and how they impact the State Budget and the People's Geld under a functioning Council Democracy. The Totality, the real power behind the State, is supposed to know what is being done with their Arbeit and Geld and they can contact their delegates to the State Council about the State Budget. Suggestions may be offered as part of the drafting of a budgetary proposal.

Since the State relies on the second version of the TPP equation, the central planners have a Legal Duty to submit weekly reports to the State Council on overall economic conditions. The central planners receive their information from subordinates communicating with them in person, by telephone, by mailed or emailed communiques, or holding online meetings on a “governmental social networking website.” This governmental social networking website, unlike their Liberal Capitalist rivals, is restricted to government officials, administrators, bureaucrats, and civil servants with Vocations in any part of the State itself. It requires a special software program that can only be run on a desktop computer inside a government office building.

The software is designed to facilitate the State's ability to make real-time adjustments to the State Budget by means of the TPP equation. This table of equations will always be shown in one of the tabs on this software program:

<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (TPP Account)	<i>Production</i> (LER Account)	<i>Mobilization</i> (SI-EF Accounts)
	State Budget + People's Geld	RTEP + RTFP	NSFIs + SI
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	State Budget + TX – SH	RTEP + EDW + SFI ₁	NSFIs + NSB + SI
	People's Geld – TX – SH	RTFP + EDM + SFI ₂	(FNSB + EX) + (IM + PS)
Domestic Account	<i>Income</i> (TPP Account)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (SI-EF Accounts and Reciprocal-Reserve)
	(RTEP – Expenses) + (RTFP – Expenses)	(AN ₂ + EAN ₂) + (MN ₂ + EMN ₂)	PR
			FX
			SH _d + SH _f
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅) +
		(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)	
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
	(AN ₅ + EAN ₅) + (MN ₅ + EMN ₅)		
	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄)	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +	(AN ₄ + EAN ₄) + (MN ₄ + EMN ₄) +
Foreign Account (AN ₅ , EAN ₅) (EMN ₅ , MN ₅)	<i>Income</i> (State Spending)	<i>Production</i> (Social Spending)	<i>Mobilization</i> (Foreign Spending)
	FX _K	AAM ₂	EDW + (TEP + NFAK)
	FX _G	MAM ₂	
			EDM + (TFP + ERRB)

Most government officials, administrators, and bureaucrats can narrow everything down to different government ministries, the armed forces and intelligence services, economic sectors and specific enterprises, and various state, social and foreign spending. They can communicate with everyone from the rest of the central government about the TPP equation. They can study and

review everything together, but none of them cannot make any adjustments by increasing or decreasing the amount of Geld being allocated to them from the State Budget.

The central planners, in addition to the state functionaries running the student government of the Socialist Student Economy (SSE) within the national educational system, have a special version of this computer software. The central planners and the SSE's student government maintain social networks of inspectors who act as the superiors of economic planners and their retinues of accountants. Also included in their social networks are state commissars from the State Commissariats of Wages and Prices, bankers at the State Banks and the NSBs (National-Socialized Banks) in close communications with the Central Bank, and the administrators at Office VIII ("Administrative Faculty") of the Kontore.

All of them are in constant communications, sending and receiving instant notifications, leaving status updates about the VCS Economy and the Reciprocal-Reserve Banking System. When none of them are at their computers, everyone carries a PDA (Personal Digital Assistant) as opposed to an off-the-shelf smartphone due to the sensitive nature of their Vocations. Their government and PDAs will tell them exactly how much Geld is being allocated from the State Budget and precisely how much, all the way down to the smallest PDE (Public-Directed Enterprise) in the remotest parts of the country. Should the State remove Geld from the State Budget, all of them will receive a notification on their government-issue computers and PDAs.

Their ability to adjust any allocations of Geld from the State is limited to the powers provided to them by the Financial Regime, which are the Central Bank, the State Council and the Head of State. None of them have direct access to the People's Geld or the State Budget, an important consideration related to the Socialist conception of Property. If they request more or less allocations of Geld, the Financial Regime will be notified on their copies of the software. But if there are no alterations, the central planners must submit their weekly reports on the same day as the Central Bank is supposed to send their own weekly reports as printed documents and digital copies. The Explicit Intent is to inform the Council State on the overall conditions of the economic and financial lives of the Socialist nation.

If I had to give the software a proper designation, inspired by the "Luminar internet" from Ernst Jünger's novels, it would be something like "Luminar Triumvirate." The *'Triumvirate'* is chosen to refer to the three important groups with access to the software program: *"the Central Planners, the Central Bank, and the Council State."*

How does the Council State decide on the State Budget?

When the State Budget runs a budgetary deficit, all Geld will be spent to restore a balanced budget. Any Sovereign Schuld from the Central Bank will be paid back in full without any Interest whatsoever. The goal is to restore the balance between Arbeit and Geld through the elimination of Schuld, thereby preventing Geld from degenerating into Kapital. When the State Budget breaks even, the Council State is only restricted to redistributing all allocations of Geld to every aspect of the Socialist nation. This is because the State Budget has neither grown nor shrank. No matter how much Geld has been moved around, the TPP equation remains unchanged so long as the Socialist nation is not already accumulating Sovereign Schuld.

And when the State Budget runs budgetary surplus, the Council State is presented with an opportunity to decide whether the additional Geld should remain in the State Budget or be allocated elsewhere. Both choices are possible because the TPP equation is now increasing. Under no circumstances shall the State reduce any allocation of Geld below its "Required Minimum."

There are two groups in the Financial Regime who are allowed under the Constitution to alter the State Budget as part of their official state functions: the Head of State and the State Council. The Head of State and their Cabinet in the Council of Ministers are allowed to decide on where the allocations of Geld should go. Any decision to change the State Budget on their parts will require *a majority vote from the State Council*. If the Head of State vetoes, a two-thirds majority vote is required *before* the Head of State signs the budgetary proposal into law.

The Head of Government and their State Delegates in the State Council are also allowed to decide on where the allocations of Geld should go as well. Any decision to change the State Budget on their parts will require *the signature of the Head of State*. If the Head of State vetoes, a two-thirds majority vote is required *before* the Head of State signs the budgetary proposal into law.

Regardless of who initiated the decision to submit a budgetary proposal, they must be debated by the State Council and the Head of Government. Everyone will be given their chance to speak and raise objections about the budgetary proposal. The debates in the State Council will be broadcasted live on State-run radio and television and livestreamed on computers and smartphone accessing the State Council's government website from the national Intranet.

The State Delegates will bring their decision to a vote. The Head of Government will also vote, acting as the tiebreaker in the event of a tie. Only with a majority vote will the budgetary proposal reach the desk of the Head of State, who must either sign it into law or veto it. If the Head of State signs it, the budgetary proposal is to be enforced by law. But if the Head of State vetoes it, they can offer their own budgetary proposal, which will require a two-thirds majority vote from the State Council. Regardless of which decision was chosen by the Head of State, the Head of Government and State Council are expected to follow through with the decision.

And what is the formatting of this 'Luminar Triumvirate' software?

"Luminar Triumvirate" relies on a more refined version of Command-Obedience Account Bookkeeping. Basically, anyone accessing it is able to know the full extent of the Socialist nation's State Revenues and State Expenses, contributions of Arbeit and Geld, exports and imports, State Investments and NSFIs, and so forth. Everything can be narrowed down to a single Enterprise, where information about its impact on the TPP equation is shown. Even if the Totality lacks any full, direct access to the software, the Central Planners have a Legal Duty to publish the official, unaltered records on their government website in the national Intranet. This means that anyone with an Intranet connection can obtain the records and print them from inside their own home. We can expect the Central Planners to upload the latest one on their government website every Sunday.

The software, in addition to its social networking features, has multiple tabs related to every aspect of the Socialist nation. I have reproduced several examples of each tab is supposed to appear under Command-Obedience Account Bookkeeping:

Financial Regime				
Obedience			Command	
Council State	Weekly Allocation	Budgetary Proposal	Required Minimum	Weekly Balance
Head of State				
Council of Ministers				
Head of Government				

State Council				
Central Bank				
Central Planners				

Council of Ministers				
<i>Obedience</i>			<i>Command</i>	
<i>Cabinet</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Foreign Affairs				
War				
Intelligence				
Energy & Armaments Production				
Economics				
Finance				
Transportation				
Justice				
Interior				
Health				
Education				
Science				
Religious Affairs				
Autonomous Regional Affairs				
Culture				
Information				

Government Ministries				
<i>Obedience</i>			<i>Command</i>	
<i>Administration</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Bureau</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Department</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Office</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>

VCS Economy (Ministry of Economics)				
<i>Obedience</i>			<i>Command</i>	
<i>Central Planners</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Economic Sector</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Industry</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Enterprise</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Profession</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>

Reciprocal-Reserve Banking System (Ministry of Finance)				
<i>Obedience</i>			<i>Command</i>	
<i>Central Bank</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>State Banks</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>National-Socialized Banks</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>Kontore</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
<i>State Commissariats</i>	<i>Weekly Allocation</i>	<i>Budgetary Proposal</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>

It is only more of the same as we continue to narrow everything down from this point onward. The State allows the Totality to access the records from the previous week because every citizen participates in its affairs both politically and economically. The Totality shall be informed about what goes on in the affairs of their State. Any airtight evidence of corruption, forgery, fraud, and embezzlement will be investigated by the State, the perpetrators brought to justice and tried for high crimes in the judicial system.

q. Paygrade Scaling, Accounting and Distribution (Pt. 3 of 3)

Mission-Type Economic Planning in Action

- In the VCS Economy, there is the *Head of State* and the *State Delegates*.
- Every Sector in the VCS Economy has its *Central Planners* and *State Bankers*.
- Every Industry in the VCS Economy has its *State Superintendents* and *State Commissars*.
- Every Enterprise in the VCS Economy has its *Economic Planners*, *Accountants*, and *Inspectors*.
- And every Profession in the VCS Economy has *Administrators*, *Functionaries*, and *Civil Servants*.

Mission-Type Economic Planning (MTEP), the specific model of economic planning touted by the Work-Standard, integrates the economic and financial lives of the Totality with their political and social lives. The Central Planners and the Economic Planners cannot arbitrarily insist that any production should be increased or decreased without acting on a Constitutional Intent. They have to work together with the State Bankers, State Superintendents, State Commissars, Inspectors, Accounts, Administrators, Functionaries and Civil Servants.

Under normal economic conditions, the Economic Planners will be holding regular meetings with their retinue of Accountants and the Economic Administrators and Civil Servants from their respective Enterprises to discuss about whether the Prices should remain unchanged or altered. Inspectors are sent to make periodic visits and being in contact with the Economic Planners on orders from their Superintendents, whose government offices are adjacent to those of the State Commissars inside every State Commissariat of Wages and Prices. Like the Kontore, every region in the country has a single State Commissariat with multiple local branches.

The State Superintendents and the State Commissariats are in close communications with the Central Planners from the Ministry of Economics and the State Bankers from the Ministry of Finance. The Central Planners report to the Minister of Economics and the State Bankers report to the Minister of Finance, the two Ministers in constant communications with the State Council and the Head of State's Cabinet as members of the Council of Ministers.

Imagine that the Administrators of various Enterprises within an Industry have decided the Price of something should be altered. Acting on behalf of their subordinates, they inform the decision to the Economic Planners and Accountants, who in turn relay that same decision to the State Inspectors in charge of their Industry. The State Inspectors will notify the Central Planners, who are at their government offices inside the Ministry of Economics, that they and their Economic Planners will be contacting the State Commissars. The State Inspector and their Economic Planners will debate with the State Commissars over a proposed Price change. An in-person meeting at a State Commissar's office or just a single-page invoice will suffice, allowing the State Commissar to authorize the new Price. It is up to the State Commissar to decide whether the Price should or should not be changed.

Once the decision is made, the Central Planners are to be notified. The Central Planners will contact the State Bankers, informing them that the Central Bank is going to experience changes in the contributions of Arbeit and generations Geld from the aforementioned Industry. The Central Planners and the State Bankers will document the changes in their reports to the State Council and the Head of State. The Minister of Economics and the Minister of Finance are the ones who will be presenting the reports to the Head of State and the State Council.

In earlier entries within the SMP Compendium, it was stated that the State Commissariats' decisions will eventually require the authorization and approval of the State Council and the Head of State in their capacity as the Financial Regime. Just as there are Checks and Balances against arbitrary, rash decisions made by Economic Planners, there is also a similar set of Checks and Balances against any unwarranted interference from the Council State, preserving the Head of State and the State Council's role as the final authority to decide what happens to the State Budget.

The real question is a valid one for the rest of the Compendium: *When does the Head of State and State Council become involved in the changing of Prices by a State Commissar?*

The Head of State and the State Council share a Constitutional Intent informing them on when to override a State Commissar's decision as one of their Legal Duties. Everything depends on whether the State Commissar is changing any Price on a regional basis or a national basis. All State Commissariats operate on a regional basis like the Kontore, the State Commissar with a Legal Duty to distinguish between their "*Official Regional Price*" (ORP) and the Council State's "*Average National Price*" (ANP). The Council State will always be affected by the State Commissar's actions if they are deciding to alter the ANP.

Prices for certain goods and services are not always going to be the same throughout the country. For instance, the Price of zero-carbon synthetic fuels are often higher at the gas stations in the major cities, whereas the Price is more likely to be lower for the gas stations in the countryside. Those are examples of the Official Regional Price. Meanwhile, the Prices for other goods and services are affected by the Average National Price. The Price for a single load of bread is more likely to be the same in the whole country.

How do the State Commissariats determine the ORPs and the ANP?

Suppose there are two State Commissariats trying to determine the Official Regional Prices of synthetic fuel for their respective regions. A State Commissariat with the national capital as its jurisdiction as listed its ORP as "*5.49 GDM per Liter*," the other is way out in the countryside with its ORP at "*3.16 GDM per Liter*." The Council State has a 2% Fuel Tax. If the Socialist nation was small enough to only have two State Commissariats, we can determine the Average National Price based by finding the Average of both Prices. The State Commissars will find the actual Prices before applying the Fuel Tax and then determine the Mean of both Prices to obtain the Average.

$5.49 \text{ GDM} / 2\% \text{ Fuel Tax} = 2.74 \text{ GDM per Liter (before Fuel Tax)}$

$3.16 \text{ GDM} / 2\% \text{ Fuel Tax} = 1.58 \text{ GDM per Liter (before Fuel Tax)}$

$(5.49 \text{ GDM} + 3.16 \text{ GDM}) / 2 \text{ State Commissariats} = 4.33 \text{ GDM}$

Average National Price for 1 Liter of Synthetic Fuel					
Quality (Obedience)			Frequency (Command)		
Current Price	Current Minimum	Expense/Revenue	Proposed Price	Current Minimum	Expense/Revenue
4.33 GDM	0.85 ₤	+3.48 GDM			

This table, based on Command-Obedience Account Bookkeeping, indicates that it costs the State about 0.85 ₤ to produce 1 Liter of Synthetic Fuel. Given the two State Commissariats, the Mean value of the ANP based on the two ORPs is "8.65 GDM," the Average listed as the

Current Price of “4.33 GDM.” Every 1 Liter of Synthetic Fuel generates an Average of 3.48 GDM. Barring the 2% Fuel Tax, the Council State was not directly involved in the decision-making process of those two State Commissariats.

Here’s another example where the Council State is going to be involved in the decision-making process. There is a State Commissariat somewhere in our own Socialist nation, proposing the Average National Price for a single loaf of bread to be increased from its Current Price at “0.43 ⌘ GDM” to a new Proposed Price of “0.53 ⌘ GDM.” A decision was made because the Current Minimum for the production of loaves of bread by bakeries has risen to “0.50 ⌘ GDM,” causing the State Expense to rise by 0.07 ⌘. Therefore, raising the Price to 0.53 ⌘ will help balance the State Budget and achieve a State Revenue of 0.03 ⌘.

Average National Price for 1 Loaf of Bread at Grocery Stores					
Quality (Command)			Frequency (Obedience)		
<i>Current Price</i>	<i>Current Minimum</i>	<i>Expense/Revenue</i>	<i>Proposed Price</i>	<i>Current Minimum</i>	<i>Expense/Revenue</i>
0.43 ⌘	0.50 ⌘	-0.07 ⌘	0.53 ⌘	0.50 ⌘	+0.03 ⌘

Unlike the previous example, the ANP is not relying on an Average derived from the Mean of ORPs. The Price of 1 loaf of bread is the same because the Council State has made it a priority to ensure that the Totality, in every region in the country, will be able to purchase bread at an affordable Price. For unlike Liberal Capitalist regimes, the average Price of purchasing food in our Socialist nation is cheap. But why is that? Why is the Price for a single loaf of bread so cheap, when the Price for the same loaf of bread in the US is “\$2.49 USD?”

Below is a table determining the decision-making processes of the Council State (for ANP) and the State Commissariats (for ORPs):

Transaction	Sustainability Factor	Effects on Price	Effects on Attrition/Inaction
Quality > Frequency	Unsustainable	Falling	Attrition Rate Falls
Quality ≥ Frequency	Sustainable	Falling	 Inaction Rate Rises
Quality = Frequency	Sustainable	Breaking Even	Value = Price
Quality ≤ Frequency	Sustainable	Rising	Attrition Rate Rises
Quality < Frequency	Unsustainable	Rising	 Inaction Rate Falls

If the Quality of the bread is greater than the Frequency for the bread, the Price will decrease. This means that the Quality has improved far enough to surpass its Frequency. The Attrition Rate falls, but the Inaction Rate will rise in response.

If the Quality is less than the Frequency, the Prices are increasing. This means that the Quality of goods and services are being sacrificed by a surpassing Frequency for those goods and services. The Inaction Rate falls, but the Attrition Rate will rise in response.

But if the Quality is equal to the Frequency, the Prices will hold steady and remain unchanged. Neither the Quality of goods and services nor the Frequency for those goods and services are surpassing the other. The Attrition/Inaction Rate is left unchanged.

The methodology works the same in the event of a Transvaluation of all Arbeit. The State Commissariats act on the decisions of the Council State resetting the Prices vis-à-vis the ANP as opposed to the ORPs. The State Commissariats inform the Council State of those actions. Conversely, the Council State acts on the decisions of the State Commissariats resetting the Prices vis-à-vis the ORPs as opposed to the ANP. And the Council State informs the State Commissariats of those actions.

How do the State Commissariats Set or Reset the Paygrade Scale?

One of the benefits of not having Income Taxation within the Socialist nation is the ability of the State Commissariats to better coordinate how much Geld goes into each Paygrade. Paygrades are issued weekly on a per-household basis according to Years of Service and Number of Dependents. Not everyone is going to receive the exact same Paygrade. Some will receive a higher Paygrade than others by being committed to a Vocation for most of their adult life. Others may have a Paygrade that includes two children, an old grandfather, and a physically disabled brother-in-law. There are plenty of ways this can play out, but the State Commissariats will conduct themselves according to the Income Brackets.

The amount of Geld that goes into the household's Paygrade each week is affected by the Rank of its recipient. Everyone receives their first Rank during their teenage years as part of the Socialist Student Economy (SSE). This is the Council State's way of providing a rite of passage for all teenagers preparing to begin their first moments of young adulthood. Whatever Rank they had when they graduated from secondary school will be carried over when they continue their education at the university, voluntarily pursue their Vocation, and receive a draft card for work-conscription or military conscription if they have not yet decided on a Vocation.

For ease of reference, the Income Brackets provided in the SMP Compendium are as follows:

Income Bracket I: {1,000-2,000 GDM}

Income Bracket II: {2,000-4,000 GDM}

Income Bracket III: {4,000-6,000 GDM}

Income Bracket IV: {6,000-8,000 GDM}

Income Bracket V: {8,000-10,000 GDM}

Income Bracket VI: {10,000-12,000 GDM}

The Official Rate for Years of Service is "50 GDM per 1 Year for a Vocation." The longer one stays with a Vocation, the more Geld they will receive from the State. The highest that the State will give to anyone vis-à-vis the State Commissariats is "1,500 GDM" by being committed to a Vocation for thirty (30) years.

The Official Rate for Number of Dependents is "350 GDM per 1 Dependent." The highest that the State will give to anyone vis-à-vis the State Commissariats is "3,500 GDM" for caring up to ten (10) Dependents for a multigenerational household.

When the State Commissariats, should current economic conditions were to change, decide that the Paygrades are to be adjusted, they can alter the amount of Geld allocated to Paygrades from the State Budget. The State Commissars must notify the Council State of the changes, allowing the Council State to inform the Totality of the changes ahead of time, ensuring that the Totality will be able to make the necessary lifestyle adjustments.

Below is the table for the official Income Rates set by the State Commissariats of Wages and Prices. Here, the placements of the Command side and Obedience side are reversed. The Command side is normally on the right, the Obedience side on the left. More importantly notice the manner in which the table was organized.

Official Income Rates of all Vocations based on Rank, in GDM						
Wage Scale (Command)			Paygrade Scale (Obedience)			
Proposed Bracket	Proposed Payments	Income Difference	Nr.	Income Bracket	Years of Service (1-3 Years)	Number of Dependents
			I	1,000-2,000	50-150	350
			II	2,000-4,000	150-300	750
			III	4,000-6,000	300-450	1,050
			IV	6,000-8,000	450-600	1,400
			V	8,000-10,000	600-750	1,750
			VI	10,000-12,000	750-900	2,100
			VII	12,000+	900-1,050	2,450
			VIII		1,050-1,200	2,800
			IX		1,200-1,350	3,150
			X		1,350-1,500	3,500

The term “Wage,” as it appears in the official legal name of the State Commissariats, is in reference to the “Wage Scale” under Command-Obedience Account Bookkeeping. The Paygrade Scale on the Command side is affected by the proposed alterations on the Obedience side. The Command side has a “Proposed Bracket” intended to reset the Income Brackets of the Paygrade Scale on the Command Side. The Years of Service and the Number of Dependents fall under the “Proposed Payments.” Any changes are reflected in the “Income Difference.”

State Commissars have a Legal Duty to refrain from altering the Paygrade Scale on their own. The State Commissariats must work together with the Council State in order to make any changes to the Paygrade Scale from the Wage Scale. Once the State Commissariats have decided, the State Council will debate over their handiwork, the State Delegates casting their vote. If the Head of Government votes in favor of the changes, the proposal goes to the Head of State for them to either sign or veto. As with the State Budget, the People’s Geld follows the same logic: either the Head of State signs the new Paygrade Scale into law or the Head of State vetoes, offers their own counterproposal that requires a two-thirds majority vote from the State Council. And if the counterproposal for the State Budget (or in this case, the People’s Geld) were to not receive a two-thirds majority vote from the State Council, the Head of State must sign the original proposal.

c. Strategic Accounting and Allocation of the Federal Budget (Pt. 1 of 4)

Temporary Happiness or Eternal Glory?

This final SMP Compendium entry is split into three parts, the Intent of which is to demonstrate how everything discussed throughout the Compendium is able to coalesce and assume all-American forms in these United States of America. I will be providing the introductory groundwork to a simulated scenario to demonstrate the Work-Standard's specifications in the US.

My fellow Americans, let us begin illustrating the scenario for the final Compendium entries. We must realize that there are only two ideologies in the American Way of Life: Hamiltonianism and Jeffersonianism. America, unlike Europe and Germany in particular, is blessed with all the resources and manpower it needs to pursue Hamiltonianism under the Constitution and yet we do not realize this. Still, no other country since the 18th century dares to ask: is this Federalist Union subject to the will of all Americans as a "*Totality*" or a single American and their State as an "*Individual*?"

What I see in these United States, thanks to the Work-Standard and its *Total Productive Potential* (TPP) equation, are too many opportunities missed and too much potential wasted. The American Quality of Arbeit is very poor: the *Work-Productivity* (WP) is overwhelmed by very high *Work-Intensity* (WI), almost no *Force Multipliers* (FMs), and no *Mechanization Rate* set by the Federal Reserve. The American Quality of Geld is excessively high: *Economic Socialization* (ES) declining, Texas and California exploiting each other and the Union to create unstable *State Revenues*, and the *Solidarity Rates* for *Scale* (SR₁) and *Scope* (SR₂) of Production fluctuating.

Our *Attrition/Inaction Rate* has *Attrition* approaching dangerous levels due to an overabundance of low-paying *Meaningless Work* for all Americans, with "*Death-by-Overwork*" looming just like that new Dust Bowl in the Midwestern States as of 2021. The Attrition Rate can be correlated to the decades of Currency Depreciation for the US Dollar. It is discernible from the rising Prices of everything since World War II (1939-1990), the so-called "Cold War" only being its continuation.

The US Economy has too many untapped *Equipmentalities* in the Natural Sector, diminished economic power in the Industrial Sector, a bloated Services Sector, an inefficient Information Sector, and a badly mauled Government Sector. American *Total Economic Potential* (TEP) is dropping. Its freefall delayed by Agriculture (*Natural*), Petroleum (*Natural*), and Food Processing (*Services*), Lumber (*Natural*), Mining (*Natural*), Steel (*Natural*), Automotive (*Industrial*), and Aerospace (*Industrial*). Converting from TEP to *Real Total Economic Potential* (RTEP), however, an abysmally small amount of Arbeit is being converted into Geld.

On the *Actual Geld* side, American *Total Financial Potential* (TFP) may seem high, but almost none of it is coming from *Actual Arbeit*. The vast majority is from *Sovereign Schuld* created by the Federal Reserve all because there are out of control fiscal deficits throughout the entire Union. This includes the *Federal Budget* and the *State Budgets* of all fifty States. Converting from TFP to *Real Total Financial Potential* (RTFP), the RTFP is nowhere within sustainable levels due to the absence of *Synchronicity* between Arbeit and Geld. While no *NSFIs* (National-Socialized Financial Instruments) exist, the Jeffersonians in charge of the Federal and State governments demonstrate their Sadomasochistic tendencies toward the Union through painful *Taxation Rates*

and gigantic amounts of wasted Actual Geld on *Federal-State Investments* (FSIs). Worse, we have *High Economic Foreignization* (EF)—the actual source of America’s trade deficits. As for the American Totality, we are losing more and more Geld with each passing year.

What shall be the Exchange Rate for US Dollars to GDMs, these “Greater German Marks” to commemorate three decades of ‘peace’ since 1990? **\$75.00 USD for every 1.00 GDM.**

For comparison purposes, the Jeffersonian Presidency in 2021 originally intended to spend \$5.5 trillion USD as a Federal-State Investment. This figure was later lowered to \$3.5 trillion USD. Going from Socialist Finance to Liberal Capitalist Finance, \$5.5 trillion USD is “66,666,666,666 GDM” and “0.70 Pfennigs” (⌘) in spare change. \$3.5 trillion USD is “46,666,666 GDM” and “0.70 Pfennigs” in spare change.

66,666,666,666.70 GDM = \$5.5 trillion USD / 75.00

46,666,666.70 GDM = \$3.5 trillion USD / 75.00

We can expect the USD/GDM Exchange Rate to continue climbing: unlike Debt or Gold, *there are Interest-free limits to how much Geld can be borrowed by the United States*. Such borrowing constitutes its own worst form of Usury because these reckless spending behaviors are characteristic of an America under Jeffersonianism, [especially given Thomas Jefferson’s notorious spending habits in his own “Pursuit of Happiness.”](#)

America may seem like the worst place on Earth to write the spend the final three SMP Compendium entries from the outset. Everybody from every conceivable ideology loves to claim that America was never a “Socialist country” and it will ever be, but they are simply regurgitating Jeffersonian propaganda. The American people still have the physical, mental and spiritual strength to overcome these adversities and restore peace and prosperity for the Union and the entire world. The Municipal and State governments are just as important as the Federal government itself insofar as the Municipal, State and Federal governments constitute a Union far greater than the sum of its parts. Everything begins when the American people decide for themselves as a Totality that there is in fact a far better way of economic life. The more Hamiltonian or the more Federalist an American’s life can become, the better off America will be.

Return to the American Essence!

My fellow Americans, imagine for a moment that the Union as we know it is not governed by Jeffersonianism but Hamiltonianism. It has always been “We the People” who governs these United States as a *Council Democracy of Municipal Governments, State Governments, and Central Government* with a *Federalist Congress of Councils and Federalist Electoral College*, a *Federalist Presidency*, and a *Federalist Supreme Court*. These United States have a *Federal-State Ranking System*, a *Federal-State Educational System*, and a *Vocational Civil Service Command Economy centered around Property Rights*. Instead of the Incentives of Supply and Demand, Hamiltonianism relies on the *Intents of Command and Obedience*.

The economic strength of our *Federalist Command Economy* rests on the economic strength of fifty *State Command Economies* in the Union. Our support for Property Rights is rooted in our rejection of Private Property-as-Wealth and Common Property-as-Wealth as infringements on American political and economic freedoms which we had gained in our Independence from the

British Empire. If Private Property-as-Wealth does in fact exist within this Union, then the “Commonwealths” of Massachusetts, Pennsylvania, Kentucky, and Virginia are US States controlled by Great Britain. Shall Congress and the President ratify a treaty to cede Massachusetts, Pennsylvania, Kentucky and Virginia to the British? How would the American people react to the sight of the American flag being lowered and the British flag unfurling for the first time since the 18th century? True Property Rights in America pertain to *Personal Property-as-Power* and *Productive Property-as-Power*, the latter of which is required to facilitate the pegging of the US Dollar to the Work-Standard.

We have a *Federalist Reciprocal-Reserve Banking System* with *Federal, Federal-State, and National-Socialized Banks without any Interest whatsoever, Federal Financial Offices, Federal-State Commissaries of Wages and Prices, Federal Post Exchanges (FPXs)* for foreign currencies, goods and services, mails and emails. We rely on a Federalist Intranet of “.fau” website domains, our Information Sector working towards the creation of an *International Internet* to replace the World Wide Web by harnessing the full power of Socialist Fintech (Financial Technology) to create Digital Arbeit and Digital Geld. This International Internet will be controlled by the *World State Organization (WSO)*, the Federal government financing it as a member-state of the *Socialist International Economic Order (SIEO)*. ‘Never forget’ that every people, including the American people, will always have their own version of Socialism.

Our economic planning defies those un-American qualities behind Soviet-Type Economic Planning (STEP) by employing *Mission-Type Economic Planning (MTEP)*. Municipal and State governments issue *National-Socialized Financial Instruments (NSFIs)*, Federal government issuing *Federal-State Financial Instruments (FSFIs)* for all interested investors. Wall Street, that street in Lower Manhattan where Alexander Hamilton once lived with his wife as the neighbors of St. Elizabeth Ann Seton, SC, from 27 Wall Street, shall find its redemption through these NSFIs and FSFIs. In Philadelphia, the original American capital, immigration shall bear a resemblance to the legacy St. Johann Nepomuk Neumann, CSSR, of Bohemia, who came to America prior to the Civil War and continued Hamilton’s original European contributions to the US.

All of this can be done under the US Constitution because Hamilton and the Federalist Party had already set the constitutional and legal precedent. ‘Never forget’, Article V of the Constitution prevents the Jeffersonians from abolishing Hamiltonianism forever for their Neoliberal Utopia:

“The Congress, whenever two thirds of both houses shall deem it necessary, shall propose amendments to this Constitution, or, on the application of the legislatures of two thirds of the several states, shall call a convention for proposing amendments, which, in either case, shall be valid to all intents and purposes, as part of this Constitution, when ratified by the legislatures of three fourths of the several states, or by conventions in three fourths thereof, as the one or the other mode of ratification may be proposed by the Congress; provided that no amendment which may be made prior to the year one thousand eight hundred and eight shall in any manner affect the first and fourth clauses in the ninth section of the first article; and that no State, without its consent, shall be deprived of its equal suffrage in the Senate.”

Americans should be grateful of the fact that the Jeffersonians had proposed 12,000 or so Amendments that are essentially Constitutional Duties and Constitutional Rights, even though the Constitution was only designed to facilitate Constitutional Intents and Constitutional Obligations.

Instead of that Jeffersonian Franklin Delano Roosevelt's proposal for some 'British Bill of Economic Rights' to go with a 'British Bill of Political Rights', Hamiltonian Federalist way of doing things is for 37 Hamiltonian States and two-thirds of a bicameral Hamiltonian Congress invoke Article V and introduce 27 Constitutional Intents and 27 Constitutional Obligations to render those 27 Amendments to not only be legally redundant but also technologically obsolete. The result will be like this one Clause in Article V over the issue of Slavery prior to 1808:

“[P]rovided that no amendment which may be made prior to the year one thousand eight hundred and eight [1808] shall in any manner affect the first and fourth clauses in the ninth section of the first article[.]”

Neither Jefferson nor his protégés, James Madison and James Monroe, nor even the Democratic-Republican Party in its current form as two parties can deny these historical facts. Even so, we cannot begin our Strategic Accounting and Allocating of the Federal Budget without first dealing with the Federal-State Budget and Trade deficits we inherited from the Jeffersonians.

American Dasein: Hamilton's Eternal Glory or Jefferson's Temporary Happiness

The Hamiltonian Pursuit of Eternal Glory is the Struggle for Happiness of all Americans. All Americans must join together as a Union to declare their Independence from “Lender Tender for all Debts, both Public and Private,” by giving them to the Federal government. Our Federalist Congress will phase out the US Dollar as “Federal Reserve Notes,” replacing them with new-old *United States Notes* (USN). Under Direct Orders from the US Treasury Department, the *Federalist Life-Energy Reserve* shall print each USN with the following:

“This United States Note is Legal Tender for all Works, both Personal and Federal, except for Federal Imports; all Works are Redeemable in the Amounts thereof as Payments on all Federal and Personal Debts to these United States.”

Every US Note coin and banknote is thereby pegged to the Work-Standard. Like the coins, the portraits on these banknotes shall be John Adams (\$1 USD), Grover Cleveland (\$2 USD), Abraham Lincoln (\$5 USD), Richard Nixon (\$10 USD), Theodore Roosevelt (\$20 USD), George Washington, (\$50 USD) and Alexander Hamilton (\$100 USD, \$500 USD, and \$1,000 USD). ***Only when there are no deficits whatsoever in the Union shall the Federal government begin paying down the US National Debt.***

Enter the Work-Standard's Command-Obedience Account Bookkeeping System. On the Obedience side is the American Total Productive Potential (TPP). On the Command side are the Federal-State-Personnel (FSP) Accounts, Life-Energization Reciprocity (LER) and Life-Energization Reciprocal Electrification (LERE) Accounts, Federal-State Investments & Taxation (FSIT) and Economic Foreignization (FSEF) Accounts. Enter the “*Total Mobilization of Production for American Pursuits of Eternal Glory.*”

Total Mobilization of Production for American Pursuits of Eternal Glory			
<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF Accounts)

Our Hamiltonian Congress and Presidency will begin by abolishing the “Jeffersonian Federal-State Taxation System,” its “Debt Ceiling,” and all “Federal-State Income Taxes.” The *Hamiltonian Federal-State Taxation System* has only a handful of Taxes to promote specific economic activities that *encourage Meaningful Work* and another handful that *discourage Meaningless Work*. There will be a *Federal-State Investment Limit* that prevents Federal and State governments from spending more than their Budgets as part of the Union’s Total Productive Potential. In the FSIT-FSEF Accounts, we record “FST” for Federal-State Taxes, “FSFI” for Federal-State Financial Instruments, and “NSFI” for National-Socialized Financial Instruments.

LER-LERE Accounts for the US are “Federal RTEP” and “Federal RTFP” for the Federal government, followed by “State RTEP” and “State RTFP” for each State in the Union. Finally, for the FSP Accounts, record the Union Budget, followed by the States’ Budgets and all known Geld owned by the American people as a Totality as “Federal Civil Service” (FCS) and “State Civil Service” (SCS) respectively. Our Command-Obedience Account should look something like this:

Total Mobilization of Production for American Pursuits of Eternal Glory			
<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>Income</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF Accounts)
	Union Budget + FCS	Federal RTEP + Federal RTFP	FST + FSFI + NSFI
	States Budgets + SCS	States RTEP + States RTFP	

From here, we can reformat the completed table created earlier in this Section of the SMP Compendium according to the specifications of the United States. In essence, we would need to create four additional rows with three columns related to the Arbeit and Geld of the following:

Primary Domestic Account

The *Income* of the Federal government, the State and Municipal governments, and those of the American people under the effects of additional Sovereign Schuld and any new Taxation Rates.

The *Production* of State Foreignization Investments, Digital Arbeit and Digital Geld by the Federal government, the State and Municipal governments, and the American people.

The *Mobilization* of Socialist Fintech deployed by the Federal government, State and Municipal governments, and those of the American people through the Reciprocal-Reserve Banking System, all FSFIs and all NSFIs, Federal and State Investments, Federal Exports and Federal Imports.

Auxiliary Domestic Account

The *Income* in Actual Arbeit and Actual Geld created by the “Unified Federalist Student Economy” (UFSE) under the US Department of Education.

The *Income* in Arbeit and Geld created by every inmate inside all State and Federal penitentiaries under the US Department of Justice, which will be given to them only on good parole.

The *Production* of bonuses in Actual Arbeit and Actual Geld through electrification of the Federal government, State governments and American people with Digital Arbeit and Digital Geld.

The *Mobilization* of Socialist Fintech deployed by the Federal government, State and Municipal governments, and those of the American people for Priority Requisition, Foreign Exchanges, and the US National Debt itself.

As for the Foreign Accounts, both fall under the jurisdiction of the Federal government as part of the powers conferred to Congress (and by extension, the President of the United States) under the US Constitution. Like the Domestic Accounts, there is a Primary Foreign Account and an Auxiliary Foreign Account:

Primary Foreign Account

The *Income* in Actual Arbeit and Digital Arbeit as well as Actual Geld and Digital Geld created by the US State Department regarding Tributes and Diplomatic Gestures, Federal Attachés and Interstate Compacts with foreign governments, the Secret Service, and all three Branches of the Federal government.

The *Production* in Actual Arbeit and Digital Arbeit as well as Actual Geld and Digital Geld created by a reorganized Presidential Departments, Bureaus, and Offices to address the Jeffersonian refusal to acknowledge “Cultural Festivals and Youth Activities,” “Sports, Gaming, Vacations, and Recreation,” and “Uniform Production” as real sources of Actual Arbeit and Actual Geld.

The *Mobilization* of Socialist Fintech by the Federal-level organizations such as US Patent Office (USPO), Office of Personnel Management (OPM), Congressional Budget Office (CBO), US Postal Service (USPS), the Corporation for Public Broadcasting (CPB), Department of Homeland Security (DHS), and others related to “Production Licenses” and “Tourisms and Pilgrimages,” and US State Department activities related to “Development Aid.”

Auxiliary Foreign Account

The *Income* of all known Kapital stored in two separate accounts controlled by the US Treasury Department and stored inside of Fort Knox to maintain Fixed Exchange Rates. Its deactivation coincides with the creation of the World State Organization (WSO) and replacements by Federal-controlled ERRBs (Economic Redevelopment and Reconstruction Banknotes) and NFAKs (National Financial Autarky Kits) pegged to a new World Reserve Currency from the WSO.

The *Production* of Military Arbeit and Military Geld by the US Defense Department, from procurement and research and development to live training exercises and wartime combat operations of the US Army and National Guard, Navy and Marine Corps, and Air Force.

The *Mobilization* of Socialist Fintech by Congress and President on the acceptances of Foreign Aid from other nations, including their issuance to the State governments.

With all of these specifications, we can now begin formatting the TPP equation and the Command-Obedience Account Bookkeeping for the United States of America. The best part of all is that everything can fit on an 8.5 inch x 11.0 inch sheet of blank computer paper.

Total Mobilization of Production for American Pursuits of Eternal Glory			
<i>Obedience</i>	<i>Command</i>		
Total Productive Potential	<i>US Income</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF Accounts)
	Union Budget + FCS	Federal RTEP + Federal RTFP	FST + FSFI + NSFI
	State Budget + SCS	States RTEP + States RTFP	
Domestic Account	<i>FSS Income</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF and Reciprocal Reserve)
	Union Budget + FCS + FT – SH	EDW + EDM + SFI ₁	FSFI + FSB + FSI
	State Budget + SCS + ST – SH	EDW + EDM + SFI ₂	NSFI + NSB + SI
	(FCS – FT – SH) + (SCS – FT – SH)	EDW + EDM + SFI ₃	(FNSB + EX) + (FPXE + IM)
Domestic Account	<i>US Incomes</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF Accounts)
	(RTEP ₅₁ + RTFP ₅₁) – US Expenses	(FAN ₂ + EAN ₂) + (FMN ₂ + EMN ₂)	FPR + SPR + PPR
		(SAN ₂ + EAN ₂) + (SMN ₂ + EMN ₂)	FOREX Reserves
		(PAN ₂ + EAN ₂) + (PMN ₂ + EMN ₂)	US National Debt
Foreign Account	<i>Income</i> (Federal Spending)	<i>Production</i> (Federal-State Social Spending)	<i>Mobilization</i> (Foreign Spending)
	(FAN ₄ + EAN ₄) + (FMN ₄ + EMN ₄)	(FAN ₄ + EAN ₄) + (FMN ₄ + EMN ₄) +	(FAN ₅ + EAN ₅) + (FMN ₅ + EMN ₅) +
		(FAN ₅ + EAN ₅) + (FMN ₅ + EMN ₅)	
	(FAN ₄ + EAN ₄) + (FMN ₄ + EMN ₄) +	(AN ₁ + EAN ₁) + (MN ₁ + EMN ₁) +	(FAN ₄ + EAN ₄) + (FMN ₄ + EMN ₄) +
	(FAN ₅ + EAN ₅) + (FMN ₅ + EMN ₅)		

	$(FAN_4 + EAN_4) + (FMN_4 + EMN_4) +$	$(AN_1 + EAN_1) + (MN_1 + EMN_1) +$	$(FAN_4 + EAN_4) + (FMN_4 + EMN_4) +$
Foreign Account	<i>Income</i> (FSP Accounts)	<i>Production</i> (LER-LERE Accounts)	<i>Mobilization</i> (FSIT-FSEF Accounts)
	KDM Account	US Military Arbeit	Foreign Aid
	KBM Account	US Military Geld	

If my conclusions here are financially sound enough to pass legal muster, America can finally begin realizing my conclusions in [Part I of SMP Compendium entry](#) “World State Organization.”

No matter how large the US National Debt is capable of becoming, whether it is roughly ~\$29,000,000,000,000 (in Federal Fiscal Year 2021-2022) or \$1,000,000,000,000,000 (beyond the mist-shrouded fog of the late 21st and 22nd centuries), America will always find an infinite number of ways to shrink the US National Debt down to \$0.00. Everything depends on whether the American Totality, from the President of the United States to the youngest high school student to live within the Union’s means of production. I would not be surprised if the Work-Standard allows the US to literally pay off its National Debt in just one four-year presidential befitting of a Four-Year Work-Plan issued by the Federal government.

The Hamiltonian Congress and Presidency will confer tons and tons of medals, awards, decorations, promotions, and prizes to any US citizen who demonstrates “*the greatest Quality of Arbeit for the lowest Quality of Geld.*” And regardless of whether one loves or hates Richard Nixon, he had still bestowed upon the Federal government a civilian medal on par with the one bestowed to the Federal government by Dwight Eisenhower.



Eisenhower’s “President’s Award for Distinguished Federal Civilian Service” is a Federal Vocational Civil Service medal conferred for “*contributions so outstanding that the officer or employee is deserving of greater public recognition than that which can be accorded by the head of the department or agency in which he is employed.*”



Nixon's "Presidential Citizens Medal" is a Federal-State Vocational Civil Service medal higher than the Eisenhower medal conferred for: *"Exemplary deeds or services [performed] for his or her country or fellow citizens."*

Of all the Presidents in US history, despite the Vietnam War and Watergate, I am fully convinced that Nixon is the only US President that I know of who was unconsciously aware of the whatness and thatness behind the Work-Standard *and* why Oswald Spengler and Vladimir Lenin were both talking about *"The Decline of the West."* Nixon deserves to be seen in a different light because he pretty much summarized the American definition of the Work-Standard in his July 1971 speech, "[Remarks to Midwestern News Media Executives Attending a Briefing on Domestic Policy in Kansas City, Missouri](#)":

"I am convinced, however, that we have the vitality, I believe we have the courage, I believe we have the strength out through this heartland and across this Nation that will see to it that America not only is rich and strong, but that it is healthy in terms of moral strength and spiritual strength. I am convinced it is there. I am convinced as I talk to crowds of people. I am convinced as I see a group of young people, 500 of them, going off to Europe, as I saw them yesterday, from 50 States.

But I also know that people need to be reassured. The people that can reassure them are opinion leaders, editors, television, radio commentators, teachers, even perhaps Presidents and politicians. At the present time, I will simply say in raising these problems, I don't raise them in any sense of defeatism; I don't raise them in the usual sense of pointing out that the United States is a country torn by division, alienation, that this is truly an ugly country, because I don't believe that.

I honestly believe that the United States, in its preeminent position of world leadership, has in its hands the future of peace in the world this last third of the century. I honestly believe that the United States has the destiny to play a great role, but I also know we cannot play

it unless this is a healthy land, with a healthy government, a healthy citizenry, a healthy economy, and above all, the moral and spiritual health that can only come from the hearts of people and their minds, and that will only come as people are reassured from time to time, as we discuss our faults and as we correct our faults, reassured.

Keep them in balance. Don't let the problem of the moment obscure the great things that are going on in this country and the goodness of this country. It is that that I would suggest to the editors and the other opinion makers here: that from time to time, maybe once a month, that message might come through."

s. Strategic Accounting and Allocation of the Federal Budget (Pt. 2 of 4)

Why America Deserves a Federalist Command Economy

As counterintuitive as this will definitely sound, the United States of America has always been designed for Command Economy as opposed to Planned Economy. It was made possible thanks to our Independence from the British Empire and the Ratification of the “*Articles of Confederation and Perpetual Union*.” Alexander Hamilton and his faction in the Federalist Party simply made this more obvious by replacing the Articles of Confederation with the “United States Constitution.” When our Constitution was ratified by the Framers of the Constitution in 1787, America became an official Federalist Union.

Contrary to Jeffersonian propaganda, Hamilton and his Federalist faction were actually opposed James Madison and his faction over the Slavery issue, arguing that Slavery *and* Madison were antithetical to the Party and America as a Union. It is very peculiar that the language of Article V in the Constitution includes a Clause where the earliest date for the Union to decide over that pressing matter is “1808.” All questions about whether America is either a Planned Economy or a Command Economy were already decided long ago at the Appomattox Courthouse in 1865.

But why bring up the Civil War in relation to why America is designed for Command Economy? My fellow Americans, what were the Northerners and Southerners really fighting over in the Civil War? Was it really Slave Rights as the Northerners claimed, was it really States Rights as the Southerners claimed, or was it something entirely different and relevant to why nobody in America wants to admit what Richard Alan Clarke had called the “invisible obvious?”

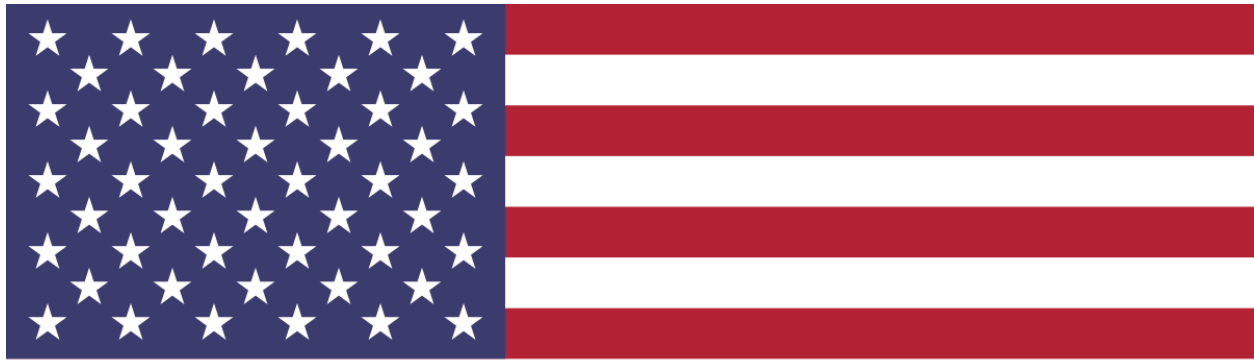
Early on in the SMP Compendium, I argued that the Socialist conception of Property in America was violated by the Chattel-Slavery of the Southern States *and* the Debt-Slavery of the Northern States. Since the Socialist conception of Property was violated, the Civil War became inevitable. We should be proud of the fact that it was the Union, not the Confederacy, that won the Civil War because it shows that America has demonstrated its willingness to uphold her birthright to Socialistic political and economic freedoms vis-à-vis Hamiltonianism. As I stated in “Incentive”:

“There is a whole world of difference between being an indentured servant under Liberal Capitalism and a civil servant under Socialism. An indentured servant is an involuntary mode of being that is not too far away from literally becoming a slave like those African Americans who picked cotton in the fields of Southern plantations prior to the Civil War. They can just as easily be a Northern factory worker who, upon emigrating from Europe, is forced to spend long hours for low wages as an indentured servant on the assembly lines of Chicago, Pittsburgh, or New York. But by contrast, a civil servant is somebody committed to their profession on a voluntary basis or is at least compelled by their State and everyone around them—a ‘Totality’—that they must be involved in another profession like the military for three years. What distinguishes our Socialistic civil servant from the

Liberal Capitalistic slave or indentured servant is their inwardly senses of freedom and security that stays with them even as they get injured in the workspace or on the battlefield.

Liberal Capitalism tends to conceal these facts by a veneer of outward freedom and outward security within the 'social contract' (as opposed to a Socialist sacred oath) that an Individual makes with their 'civil society' (as opposed to the Socialist State) under Liberal Capitalism. As Americans, we find elements of this false veneer throughout pre-Civil War America, where the slaves toiling in the fields are 'entitled' to food, shelter and healthcare by the plantation owner just as the indentured servants are 'entitled' to a tiny share of this Liberal Capitalist conception of Currency called 'Kapital' by the factory owner. We realize that what is ultimately motivating the slave in the Southern cotton field and the indentured servant in the Northern assembly line are never to be found within their economic activities. Instead, it is that outward freedom that the slave looks forward when he escapes the plantation to the North through the Underground Railroad. It is also that outward security that the indentured servant looks forward when he notices his next paycheck being slightly larger than the previous one."

How many of us are even aware of the fact that, prior to the Civil War, the Southerners had once resented Liberal Capitalism so much that they were willing to tell the Northern States that Slavery is somehow 'far better' than Liberal Capitalism? Have we forgotten that the Confederates rejected both Jeffersonianism and Hamiltonianism out of political-economic Nihilism? If America is meant to be a Planned Economy, shall we begin referring to these United States without Slavery as "these Confederate States with Slavery?" Shall we begin referring to our Union as "the Confederacy?" Shall our American Ensign be lowered and replaced by the Confederate flag?



The Ensign of the United States of America, the “Stars and Stripes,” features seven red stripes, six white stripes, and fifty white stars on a blue background. The thirteen Stripes symbolize the original Thirteen Colonies, the fifty Stars being the fifty States of the Union, and the Federal government as the blue Background. In the SMP Compendium, the Stars and Stripes also have Socialistic connotations: thirteen Stripes to signify thirteen Economic Organizations in the US, fifty white Stars for each State Command Economy and one Federal Command Economy as the blue Background.

Specifications of America’s Command Economy

Property Rights under Socialism: Productive and Personal Properties

The abolition of Common Property-as-Wealth and Private Property-as-Wealth were made possible because of the Revolutionary War. The Civil War, meanwhile, resolved all questions about America being a true Vocational Civil Service Command Economy befitting of the SMP Compendium. Hamiltonianism bears those historical decisions, continuing that primordial point of origin begun by the Constitution. The Work-Standard identifies ten variations of Productive Properties and ten variations of Personal Properties, applicable to all US citizens.

Every US citizen has *Self-Ownership* of themselves and control over their own means of production in the US Command Economy. By engaging in Meaningful Work and warding off Meaningless Work, they shall voluntarily pursue their Vocation anywhere in these United States, ready to commit their Life-Energy toward that Vocation to contribute Arbeit and generate Geld for the Federal Life-Energy Reserve (aka “the Fed”). Any Actual Arbeit received by the Federal Life-Energy Reserve and its twelve branches will be readily converted to Actual Geld in real-time

transactions under the oversight of the US Treasury Department. Anything not intended for the immediate creation of Arbeit and Geld like their savings account, household and land, automobiles, clothes, jewelry, firearms, furniture, computers and appliances, and other personal belongings and effects are to be considered as their *Self-Sovereignty* under Federal Law and enforced by the State governments. For all circumstances where Personal Property can become Productive Property like artworks, cultural media, technical patents, research papers, and conscription will be paid in full by the Federal government under *Eminent Domain*.

Collectives like the Amish or Native American tribes have control over their people's community and its own means of production under *Communal Ownership*. They too are US citizens capable of engaging in Meaningful Work and warding off Meaningless Work. They shall voluntarily pursue their Vocation anywhere in these United States, ready to commit their Life-Energy toward that Vocation to contribute Arbeit and generate Geld for the Federal Life-Energy Reserve. Anything that their leaders deem as not intended for the immediate creation of Arbeit and Geld shall hereby be deemed as their *Collective Sovereignty*. For all circumstances where Personal Property can become Productive Property, they must be paid in full by the Federal government under *Eminent Domain*.

The Catholic Church in the US has parochial schools, high schools, universities, hospitals, seminaries, convents, monasteries, and cathedrals that belong to Dioceses and Archdioceses under the United States Conference of Catholic Bishops (USCCB). The USCCB have US citizens and foreigners in religious orders pursuing their own Vocations under the Command and Obedience of His Holiness, the Pope, at the Vatican. Other religious denominations have organizations similar to the USCCB. They and the USCCB have control over their own means of production as *Ecclesiastical Ownership*. They shall voluntarily pursue their Vocation anywhere in these United States, ready to commit their Life-Energy toward that Vocation to contribute Arbeit and generate Geld for the Federal Life-Energy Reserve. Anything not intended by the USCCB and other religious denominations for the immediate creation of Arbeit and Geld shall here be deemed as their *Ecclesiastical Sovereignty*. For all circumstances where Personal Property can become Productive Property, they must be paid in full by the Federal government under *Eminent Domain*.

Local families and small businesses operate under the Command and Obedience of their Municipality and County governments or Metropolitan and Borough governments in the case of New York City for instance. They all have control over their own means of production as Municipal Ownership, are free to relocate their Vocation in another jurisdiction, and shall contribute Arbeit and generate Geld for the Federal Life-Energy Reserve. Anything not intended for the immediate creation of Arbeit and Geld by local governments are considered as their Municipal Sovereignty. For all circumstances where Personal Property can become Productive Property, they must be paid in full by the Federal government under *Eminent Domain*.

And finally, all other forms of Productive and Personal Properties pertain to the States and the Federal government itself as Constitutional Intents and Constitutional Obligations under the Article I, Section 8, Clause 3 of the Constitution:

“[Congress shall have the Will-to-Power] To regulate Commerce with foreign Nations, and among the several States, and with the Indian Tribes.”

All fifty States in the Union have some sort of “Interstate Compact” arranged between themselves and are recognized by the Federal government. The Commerce Clause of the Constitution upholds the presences of *Socialized Ownership*, *State Ownership*, and *Interstate Ownership* for the States, *Federal Ownership* and *National Ownership* for the Federal government, and *International Ownership* for foreign nations trading with these United States.

The same set of rules for Productive and Personal Properties still apply here. Every form of *Socialized Ownership* under the indirect command of the State government has *Socialized Sovereignty*. Every form of *State Ownership* under the direct command of the State government has *State Sovereignty*. Every form of *Interstate Ownership* under the direct commands of their respective State governments has *Interstate Sovereignty*. For all circumstances where Personal Property can become Productive Property, they must be paid in full by the Federal government under *Eminent Domain*.

The Federal government itself has *Federal Ownership* of Economic Organizations large and powerful enough to receive FSFIs (Federal-State Financial Instruments) from the US Treasury under Federal Sovereignty. The Military-Industrial Complex is an obvious examples, they also include other examples discussed in Part I:

We have a *Federalist Reciprocal-Reserve Banking System* with *Federal*, *Federal-State*, and *National-Socialized Banks* without any Interest whatsoever, *Federal Financial Offices*, *Federal-State Commissaries of Wages and Prices*, *Federal Post Exchanges* (FPXs) for foreign currencies, goods and services, mails and emails. We rely on a Federalist Intranet of “.fau” website domains, our Information Sector working towards the creation of an *International Internet* to replace the World Wide Web by harnessing the full power of Socialist Fintech (Financial Technology) to create Digital Arbeit and Digital Geld. This International Internet will be controlled by the *World State Organization* (WSO), the Federal government financing it as a member-state of the *Socialist International Economic Order* (SIEO). ‘Never forget’ that every people, including the American people, will always have their own version of Socialism.

As the highest authority in the United States, the Federal government has *National Ownership* of all lands, locales, buildings, and tenants not already owned by any US citizen or their local and State governments under *National Sovereignty*. The Intent of this arrangement is to distinguish what belongs to America from what belongs to foreign nation-states as their International Ownership and International Sovereignty under the terms of a Real Trade Agreement (RTA).

If a foreign nation were to, for instance, have troops stationed on a US military installation as part of a military alliance, its government is allowed to convert the Military Arbeit contributed from live-fire training exercises and into Military Geld. Or if the foreign nation is allowed to operate a .fau website domain for eCommerce, its government is also allowed to convert the Digital Arbeit contributed from its operation, maintenance, cyberdefense and retail transactions into Digital Geld. Alternatively, if the Department of Defense has military attachés training foreign militaries abroad or a hypothetical ‘Department of Science & Technology’ allowing an American technology

platform to maintain an international website on the WSO's international Internet, the United States is thereby allowed under international law to convert the Military Arbeit and Digital Arbeit from those activities into Military Geld and Digital Geld respectively.

Based on the Socialist conception of Property, we can finally create a *Unified Federal-State Ranking System* and a *Unified Federal-State Tournament System*, creating well-defined distinctions between the Federal Civil Service (FCS) and the States Civil Services (SCS). And all of this can be done under Article One, Section Ten, Clause Three of the US Constitution:

“No State shall, without the Consent of Congress, lay any Duty of Tonnage, keep Troops, or Ships of War in time of Peace, enter into any Agreement or Compact with another State, or with a foreign Power, or engage in War, unless actually invaded, or in such imminent Danger as will not admit of delay.”

Unified Federal-State Tournament System

Our *Unified Federal-State Tournament System* will usher forth the rejuvenation of the American spirit of competition by an ‘*Ordered Liberty of Duty and Honor*’ as proclaimed by Russell Kirk in *The Conservative Mind* against the Jeffersonian version:

“[Legal] [R]ights are linked with [Legal] [D]uties, and when they are distorted into extravagant claims for a species of freedom and equality and worldly aggrandizement which human character cannot sustain, they degenerate from Rights to Vices.”

The Jeffersonian conception of competition in economic life literally resembles Evolutionary Theory from Biology, a ‘Spontaneous Order’ characterized as the ‘Great Replacement of all Americans with the least Kapital and the most Schuld (Debt/Guilt), and to be eliminated by a sort of Natural Selection. All European Americans, Native Americans, African Americans, Latin Americans, Asian Americans have been oppressed by this Jeffersonian version for centuries. For Prussian-Americans, they suffered ethnic cleansing by the Jeffersonian Woodrow Wilson during the irrational wartime frenzy of World War I in 1917.

There is another US President in American history who best understood the authenticity of the American spirit of competition in our Federalist Command Economy. In the state of Total Mobilization, he shares a similar mindset compatible with the Work-Standard, which can be found among a diverse array of historical personalities like Vladimir Lenin and Oswald Spengler, Ernst Jünger and Martin Heidegger, St. Johann Neumann and Richard Nixon. This President had perfectly described it in this obscure TV advertisement at the very end of World War II in 1990:

“A [Hamiltonian Federalist] spirit of competition – that’s what makes America great [again]. [It] compels us to reach higher than what we think we can. That’s what I like about our new [Unified Federal-State Tournament System]. It’s an exciting blend of strategy and speed, the competition is fast and furious, but it is also intelligent and entertaining. The player that wins has to have more than just knowledge – they have to have the Will-to-Power [and the Figure of the Arbeiter]. That’s what it’s all about.”

In our Federalist Command Economy, we have thirteen Ranks of Economic Organization, applicable to all Productive Properties. Under the Intents of Command and Obedience vis-à-vis our Constitution, there are three Tiers of Ranks: five for local governments, four for State governments, and four for the Federal government. These Ranks apply for every Vocation, Profession, Industry, Sector, and State Economy within these United States, from the eldest corporate executive officer in Corporate America under the US Department of Commerce to the youngest high school student in the American Socialist Student Economy (SSE) under the US Department of Education.

What is the secret for any Economic Organization to receive the highest Rank? The answer, my fellow Americans, is *the greatest Quality of Arbeit for the lowest Quality of Geld*.

Tier-1 Economic Organizations (Municipal Government)

Personnel-Directed Enterprises (PDEs) are created by a self-employed vocational civil servant or by a vocational administrator with several civil servants within their local municipality. Everyone from here to the end of Tier-2 are all considered members of their State Civil Service.

Personnel-Owned Enterprises (POEs) are created from a PDE deciding to start either a family-owned enterprise such as a small family farm and ranch or in this case more than one small business within or near the vicinity of their local city.

Municipal-Personnel Enterprises (MPEs) are created from a POE deciding to create a larger family-owned enterprises or several small businesses across or throughout their local city.

Municipal-Owned Enterprises (MOEs) are created from a MPE deciding to create two family-owned enterprises or multiple small businesses in a local city and its vicinity.

Municipal-Administrated Enterprises (MAEs) are created from an MOE deciding to create three family-owned enterprises or multiple small businesses encompassing the local city and its entire surrounding county. Further expansion will promote any MAE to the Command and Obedience of their State government as a “National-Socialized Enterprise” (NSE).

Tier-2 Economic Organizations (State Governments)

National-Socialized Enterprises (NSEs) are created from MAEs branching out of their local city and county and immediately entering another city or county within their own State. This designation is specifically chosen to the Compact Clause of the Constitution because all Economic Organizations with a Rank of NSE or higher can now establish a presence in another State. It is because they are now able to accept NSFIs (National-Socialized Financial Instruments) from the State governments at their Financial Offices.

State-Owned Enterprises (SOEs) are created from NSEs establishing their presence across at least three cities and seven counties in either their State or two States in the Union. Further expansion into the State capital promotes any SOE to the Rank of SAE (State-Administrated Enterprise).

State-Administrated Enterprises (SAEs) are created from SOEs that have been able to establish their presence across five cities and ten counties in either their State or else two States within Union, in addition to their own State's capital. Further expansion by an SAE into ten cities, twenty counties, and anywhere between two and four State capitals will promote any SAE to the Rank of ISE (Inter-State Enterprise).

Inter-State Enterprises (ISEs) are created from SAEs that have a presence in at least ten cities, twenty counties, and anywhere between two and four State capitals in the Union. Further expansion of an ISE into twice as many cities, counties, State capitals, and/or an additional presence in Washington DC will promote any ISE to the Command and Obedience of the Federal government as an FSE (Federal-State Enterprise).

Tier-3 Economic Organization (Federal Government)

Federal-State Enterprises (FSEs) are created from ISEs that achieved the minimal presence of ten cities, twenty counties and over four State capitals and/or a presence in Washington DC. They are now able to accept FSFIs (Federal-State Financial Instruments) from the Federal government at its own Financial Offices under the US Department of Treasury and are allowed to join the Federal Civil Service under the US Department of Labor.

Federal-Owned Enterprise (FOEs) are created from ISEs that achieved the minimal presence of hundred cities, two hundred counties, at least twenty State capitals, and Washington DC. Further expansion will continue until they have a presence in all US cities and counties, State counties, and Washington DC itself, at which point any FOE shall receive the Rank of FAE (Federal-Administrated Enterprises).

Federal-Administrated Enterprise (FAEs) are created from FOEs and have achieved the ability to assert an economic presence in the entire United States of America and are also considered eligible for authorization by the US Department of State to conduct Economic Foreignization abroad under the terms of a Real Trade Agreement (RTA) signed by the US. Any International Treaties on Economic Foreignization ratified by the US as a member-state of the World State Organization (WSO) shall be adhered to and enforced by all FAEs operating abroad.

Foreign Exchange Enterprises (FXEs) are the designation for any foreign economic enterprise from another nation-state authorized by Congress and the President to operate in the United States of America as part of a Real Trade Agreement (RTA) with their national government and their Head of State. Any US citizen who wishes to import foreign goods and foreign services from any FXE on American soil must convert their US Notes to a Foreign Exchange Certificate (FEC). Access to FSFIs and NSFIs are restricted to all FXEs without Congress authorizing the US Department of the Treasury to allow limited issuance to its foreigner property owners.

With the Work-Standard, our Hamiltonians in the Federal government shall see to it that every American people's community will be able to preserve and promote their cultures, traditions, social customs and norms, languages, and ancestral identities. Everyone in America needs this because we need to stand united as one Totality, one Union, one Will-to-Power. A 'Prussian-American' shall be referred as an *American Prussian*, an 'English-American' an *American Englishman* and so forth.

Unified Federal-State Civil Service System

Our *Unified Federal-State Civil Service System* works in Solidarity between the spirit of the old Federalists and the spirit of, yes, the old Anti-Federalists. Anti-Federalism, *when revisited in a process of De-Jeffersonianization*, can be rehabilitated by Hamiltonianism and treated as the other half of American Federalism. We need the Anti-Federalists because they were the ones who had later convinced Hannah Arendt that the United States is not an English Parliamentary Democracy, but a *Prussian Council Democracy*. This can only be evident when one realizes the significance of the US Electoral College and its similarities with three other Electoral Colleges devised by Western Civilization:

The Catholic Church maintains a Sacred College of Cardinals where the Cardinals act as the Ecclesiastical Electors of the next Pope as part of a conclave when the Chair of St. Peter is empty. The Sacred College of Cardinal convenes over the decision under secrecy so as to prevent any untimely disclosures of their decisions until they are ready to promulgate it to the rest of the world. The Cardinals, as the Ecclesiastical Electors, are to decide who among themselves shall be the one to inherit the Chair of St. Peter.

Half of the US Electoral College, based on its original description given by Alexander Hamilton in *Federalist Paper No. 68*, is partly based on the *Kurfürstenkollegium* (Electoral College) of the First German Reich. Hamilton never specifically mentioned where he got the idea of the Electoral College from, but he did base his concerns about the subversion of the US Electoral College by Kapital and Schuld based on the German Electoral College. Its German equivalent to the US Congress, the Reichstag, convenes the Electoral College at the behest of the *Kurfürsten* (Prince-Electors), who will in turn elect the next Kaiser based on a high-enough Rank. The Kaiser is to be coronated by the Pope. Neither the Second Reich nor the Third Reich revisited the practice after it was abolished by Napoleon Bonaparte during the Napoleonic Wars in the early 19th century.

The other half of the US Electoral College, again based on its original description given by Alexander Hamilton in *Federalist Paper No. 68*, is partly derived from the Prussian Council Democracy where the economic participation of all Americans in the production process are correlated with their political participation in the electoral process as part of a functioning Council Democracy. America, like Prussia, suffered from attempts by Liberal Capitalists to turn its Council Democracy into a Parliamentary Democracy, as documented by people like Alexis de Tocqueville, Orestes Brownson, Hannah Arendt, and Russell Kirk. But it was Vladimir Lenin who essentially brought this version up to contemporary standards by stressing for a "Vanguard" capable of serving in any Electoral College on behalf of their ruling People's Party in *What is to be Done?*. While Hamilton never specifically mentioned where he got this particular half of the Electoral

College from, he did maintain that in the event of a tie, the US House of Representatives is obligated to play the role of a Federal-State Electoral College under Article Two, Section One of the Constitution.

The US Electoral College is a combination of the second and third versions because the Pope is not overseeing the ‘Coronation’ (Read: Inauguration) of the next President of the United States. The American people do the coronating by accepting the results of the Presidential Election. Unfortunately, as American history has demonstrated, with the tragic afternoon of January 6, 2021 being the latest example, we will revisit this in Part IV of this final Compendium entry.

For now, it is imperative that every upstanding, law-abiding American realizes that our Electoral College and our Council Democracy exist in tandem with our Command Economy. We need a Federal-State Ranking System that begins in the secondary and tertiary educational levels of America’s Unified SSE at the State level and ends at the Federal level when those same high school and university students become elderly senior citizens.

Basically, everyone who enters the American SSE receives the lowest Rank in their State Civil Service as their rite of passage into young adulthood. As we continue our Vocation in the Municipal government, we can graduate and move on to the State government. If we have been able to be faithful to our oath of office, doing what they love as our Vocation, and having the hopefulness to look forward to everything that the American Way of Life has offer, we can finally continue our Vocation to the Federal Civil Service.

As we ascend the Ranks of the State Civil Service and eventually the Federal Civil Service, we gain valuable expertise, training and experience, leadership and character traits, admirers and close comrades. With each promotion to a higher Rank, our Quality of Arbeit must be able to rise to facilitate the subsequent reductions in Quality of Geld. This in turn translates to recipients of higher Ranks receiving more Geld as part of their Vocation because the recipient had chosen to make a lifetime commitment according to their own discernment. The result resembles a new-old Emancipation Proclamation where all Americans are no longer slaves to their Kapital pegged to their own Schuld (Debt/Guilt).

“Emancipation Proclamation”

For Quality of Arbeit (QW), anyone concerned about “Wealth Inequality” will be reassured that how much Geld an Individual has is given less importance when compared to their Rank. Every financial day trader and floor trader on Wall Street and every banker and businessman in Corporate America can become the wealthiest people in America according to *Forbes* Magazines by literally flipping burgers at McDonald’s, manning the cash register at Seven-Eleven in the middle of the night, driving taxi fares to their destinations, taking orders as restaurant waiter, doing pizza deliveries and late-night janitorial and watchman at the office. Yes, the Work-Standard allows it thanks to Socialist Fintech (Financial Technology) and the issuances of NSFIs and FSFIs.

True Wealth Inequality in America must always be created by these greatest contributors of Actual, Digital and Military Arbeit: agricultural farmhands and industrial workers, retail and hospitality workers, scientists and engineers, computer programmers and software developers, police and

firefighters, judges and jurors, doctors and nurses, artists and scholars, educators and teachers, military, intelligence and police personnel, clergy and religious, and the Federal-State officials, functionaries, commissars, superintendents, accountants, central planners and economic planners and the economic planners of the Prussian Artform of Mission-Type Economic Planning (MTEP).

For Quality of Geld (QM), anyone concerned about “Federal Minimum Wage” and feels oppressed by the Welfare and Insurance Capitalism of Jeffersonianism will be reassured by our Unified Federal-State Paygrade Scale. The Unified Federal-State Paygrade Scale repeals and replaces Jeffersonian policies such as SNAP and EBTs, Social Security, Medicare, Medicaid, TANF, and so forth. Every American household will be given a weekly Paygrade based on Years of Services and Number of Dependents. More importantly, Paygrades are also adjusted for overall economic conditions in the United States, the American people now have the Will-to-Power to raise the amount of Geld for their Paygrades based on their performance as a Totality and as Individuals.

And for the first time since the 1960s Counterculture, American youths in the high schools and universities will finally be able to participate in the political-economic-social life of this Union. Our student government, under the Department of Education, has a student congress of councils and a student presidency where statesmen can learn lifelong leadership skills. We have a Student President with a Cabinet of Student Departments, a Student Chancellor (aka “Vice President”), a Student Speaker, Student Senators and Student Representatives. It is up to the real Federal Congress of Councils on Capitol Hill and the real Federal President at the White House to let the Department of Education oversee the awarding of medals, awards, promotions, and prizes in official ceremonies and functions. To facilitate this arrangement, there will be national uniforms with proper dress code and regulations for our Unified SSE that American Catholic Education will be proud of and redeem the honor and glory of American scouting.

Teenagers will receive free school lunches by learning how to cook for themselves, their classmates and other students at their high schools. They will also be able to learn how to conduct themselves in the Federalist Command Economy through our Unified SSE’s Tournament. Religious youths will be able to practice their faith without the Federal government establishing a national religion so long as the ecclesiastical authorities confront any emergence of a cult of personality in the American Way of Life. Even so, all American youths will get their chance to pursue any missed opportunity and realize any untapped potential with the Work-Standard. The physical, mental and spiritual strength of the Fourth Estate in these United States will be able to reach its best-possible potential in their Vocation’s oath of office under Federal Law and the Constitution.

Only when the Federalists and Anti-Federalists are in Solidarity shall the United States finally make America great again and keep America great under Hamiltonianism by abolishing all notions of Americans being ‘Leftists’, ‘Centrists’ and ‘Rightists’ of the Left-Right Political Spectrum. There is no Left, no Right and no Center under Hamiltonianism; there are only Americans first and foremost. Only then can they be expected to abolish most Taxation, dissolve all Welfare and Insurance Capitalism, rebuild manufacturing in the Midwest and New England, promote peace and peace in the American Way of Life. And only then can they be expected to restore America’s rightful birthright as that “Shining City on a Hill” promoting Socialism and saving the whole world

from Neoliberalism and the Death of Bretton Woods. For they shall combine American Federalism with these nine all-American ideologies: *Conservatism, Nationalism and Socialism, Statism and Ultramontanism, Traditionalism and Environmentalism, Anarchism and Authoritarianism.*

The economic and financial firepower of this Federalist Command Economy will always be dependent on the State Command Economies of the Union. Economic Governance of the US relies on an Explicit Intent from the Federal government, describing the clear delineation between itself, the State governments and the Municipal governments. Such Economic Governance will bring about the ‘Great Replacement of the Jeffersonian Market’ by the Hamiltonian Tournament. Unemployment and Underemployment shall be eliminated by our current Total Mobilization of Production for *Pursuits of Eternal Glory*.

In the next Compendium entry, we shall address Federal-State Taxation and Investments, the Reciprocal-Reserve Banking System, Federal Financial Offices, Federal-State Commissaries of Wages and Prices, Federal Post Exchanges (FPXs), US Postal Service, Federal Intranet and ways of applying Socialist Fintech the American way. And then we will conclude this SMP Compendium on more about the Federal-State Educational System as the American Unified SSE, Federal-State Electoral College, American Council Democracy, and what this means for the US Congress and the Presidency in their relationship with the World State Organization.

My fellow Americans, only under Hamiltonianism will I be confident enough in saying that I am proud to be an American with Geld pegged to my own Arbeit, “both Personal and Federal.” Under Jeffersonianism, however, I will always be ashamed of being an American with Kapital pegged to my own Schuld (Debt/Guilt), “both Public and Private.”

t. Strategic Accounting and Allocation of the Federal Budget (Pt. 3 of 4)

In this part of the final SMP Compendium entry, I will be providing simulated examples of how the Work-Standard functions for Socialist Finance, Socialist Technology and the Hegelian Synthesis of both as “Socialist Fintech” (Financial Technology). Doing so will demonstrate the Jungian *Synchronicity* in the United States between the Federal and State governments, US Congress and the American people as a Totality, the President of the United States and the youngest high school student. I will split everything discussed here into four subsections: “*Federalist Economic Planning Revives American Manufacturing*”; “*Federal-State Taxation and Investments*”; “*Federalist Reciprocal-Reserve Banking System*”; and the “*United States Federalist Intranet*.” We will finally conclude the Compendium entry with the Unified SSE, Council Democracy, Electoral College, State and Federal governments, offering a multitude of different ways for the Work-Standard to help the States *and* Federal government achieve fiscal discipline and balanced budgets under Hamiltonianism.

Federalist Economic Planning Revives American Manufacturing

Thanks to the Work-Standard, I can now righteously argue that economic planning can and will be done the American way. [Mission-Type Economic Planning \(MTEP\) is as Prussian-American as Prussia’s Baron Friedrich Wilhelm von Steuben turning the US Army into an effective fighting force during the American Revolutionary War.](#) MTEP allows us to overcome the flaws of STEP (Soviet-Type Economic Planning) and its related cousin, PTEP (Prussian-Type Economic Planning), by providing opportunities to exert the flexibility, creativity, energy, leadership and talent necessary for the US to overcome the Economic Calculation Problem with the *Political Organization Problem*. The Intent behind replacing the Economic Calculation Problem by means of the Political Organization Problem is to stress the realization that everything in Life will always be uncertain except for two things: self-awareness of who we are as Americans and what we are capable of achieving; and the situational awareness required to realize where and when there is a change in economic conditions.

MTEP does not provide quantifiable targets and quotes that everybody in America has to reach. Instead, MTEP provides us with the ability to determine qualitatively which decisions in the workspace will lead to the best-possible decision to yield the greatest Quality of Arbeit. The “Central Plan” characteristic of every known Command Economy is, in actuality, the US Constitution, its Intent enshrined in the Preamble:

“We the People of the United States, in Order to form a more perfect Union, establish Justice, insure domestic Tranquility, provide for the common defence, promote the general Welfare, and secure the Blessings of Liberty to ourselves and our Posterity, do ordain and establish this Constitution for the United States of America.”

“We the people” refers to the Totality, the American people who constitute these United States. The Intent of the Central Plan is for us to provide all of the necessary economic conditions conducive to “a more perfect Union, establish Justice, insure domestic Tranquility, provide for the common defence, promote the general Welfare, and secure the Blessings of Liberty to ourselves and our Posterity.” This Central Plan is eternal and how we realize that Intent was left at our discretion by the Framers.

The Work-Standard, meanwhile, will provide us the means by which to uphold the Intent of that Central Plan described in the Preamble. We can start by realizing that the Work-Standard can finally help us bring back manufacturing in the “Rust Belt States,” reduce our dependency on Economic Foreignization, and resurrect the Hamiltonian Federalist “spirit of competition” that “makes America great,” nurturing it with the kind of American Nationalism and American Socialism described by Theodore Roosevelt that will “keep America great.” Thanks to MTEP, I have a number of important opportunities where we can revitalize the US, achieving simultaneously economic redevelopment and financial autarky.

For Command-Obedience Account Bookkeeping, the general idea behind in [Part II](#) of “Paygrade Scaling, Accounting and Distributing” remains valid, except with the most obvious inclusion of separate tables for the Federal and State governments. American Federalism allows it. Please consult that Compendium entry for further information.

The real distinctions begin when describing the Federalist and States Command Economies. In order to address the distinct characteristics of the United States, I found it prudent to combine the accounts for the Federal and State governments, so that they share the same general table for the Natural, Industrial, Services, Information and Government Sectors. I will then proceed to demonstrate how to format the other tables discussed previously in the Compendium.

Please note that these following accounting tables as of late are never meant to be complete: *I have full confidence in the American people’s ability to always find new ways of contributing Arbeit and generating Geld, in addition to revolutionizing older methods with newer Technology.* Besides, the Intent is to demonstrate how Command-Obedience Accounting Bookkeeping would format them when applied by someone in practice. Pay close attention to any Industry that I had marked with an Asterisk (*) because I will be explaining them in further detail.

United States Natural Sector						
<i>Obedience</i>				<i>Command</i>		
<i>Industry</i>	<i>Federal Budget</i>	<i>States Budgets</i>	<i>Budgetary Proposals</i>	<i>Weekly Allocation</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Agriculture						
Equipmentalities*						
Forestry						
Livestock						
Maritime						
Mining						
Refining						

United States Industrial Sector						
<i>Obedience</i>				<i>Command</i>		
<i>Industry</i>	<i>Federal Budget</i>	<i>States Budgets</i>	<i>Budgetary Proposals</i>	<i>Weekly Allocation</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Appliances						
Aerospace						
Automotive						
Basic Essentials*						
Chemicals						
Computers						
Construction						
Electricity						
Electronics						
Garments						
Heavy Manufactories						
Housing						
Light Manufactories						
Pharmaceuticals						
Synthetic Fuels						
Synthetic Materials*						
Technologies						
Uniforms						

United States Services Sector						
<i>Obedience</i>				<i>Command</i>		
<i>Industry</i>	<i>Federal Budget</i>	<i>States Budgets</i>	<i>Budgetary Proposal</i>	<i>Weekly Allocation</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Advertising & Propaganda						
Communications						
Culture						
Ecclesiastical						
Engineering						
Fanfare						
Filmmaking						
Hospitality						
Literature						
Magazines						
Maintenance						
Music						

Personnel Servicing & Consultation						
Repair						
Research & Development						
Science						
Television						
Tourism						
Transportation						
Video Games						

United States Information Sector						
<i>Obedience</i>				<i>Command</i>		
<i>Industry</i>	<i>Federal Budget</i>	<i>States Budgets</i>	<i>Budgetary Proposal</i>	<i>Weekly Allocation</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Blogging						
Digital Arbeit						
Digital Banking						
Digital Geld						
Digital Media						
eCommerce						
Forums						
LERE Refining*						
Machinima						
Military- Industrial Complex						
Multiplayer Gaming						
Online Streaming						
Personnel Servicing & Consultation						
Social Media						
Webhosting						

United States Government Sector						
<i>Obedience</i>				<i>Command</i>		
<i>Industry</i>	<i>Federal Budget</i>	<i>States Budgets</i>	<i>Budgetary Proposal</i>	<i>Weekly Allocation</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>
Aviation						
Education						
Economic Planning*						
Ferries						
Gambling & and Lotteries*						
Healthcare						
Highways						
LER Process*						
Military-Industrial Complex						
Postal Service						
Railways						
Realty						

Has one found which Industries in those five incomplete Tables that I had marked?

The ones that I specifically asterisked are Equipmentalities*, Basic Essentials*, Synthetic Materials*, LERE Refining*, Economic Planning*, Gambling and Lotteries*, and LER Process*.

Replacing the Liberal Capitalist concept of “Commodities,” *Equipmentalities* are those raw materials that have been harvested and ready to be sold in bulk by Office III of the US Federal Kontore. Replacing the Liberal Capitalist concept of Utilities, *Basic Essentials* include water distribution, heating and air conditioning, water and waste treatment, wind turbines, solar panels, and renewable resources as sources of energy unrelated to *Synthetic Fuels*. I have stated earlier in the Compendium that “Commodities” and “Utilities” are related to the specific psychic and psychological conditions conducive to Kapital and Schuld (Debt/Guilt). *Synthetic Materials* refer to any Equipmentalities that we would someday be able to create through nuclear transmutation processes in the search for the Noosphere.

Economic Planning denotes the amount of Geld going to economic planners embedded throughout the US Economy in every Industry, Enterprise and Profession. [It is in fact now separate from Gambling and Lotteries thanks to the Work-Standard because Alexander Hamilton did mention that Gambling and Lotteries should always be considered as part of the States’ taxation policies. It is also interesting that Hamilton ran this particular experiment as part of his own economic planning ploys in the early years of Union vis-à-vis the “Society for Establishing Useful](#)

[Manufactures.” The Work-Standard is helpful in reconstructing his original logic since the average restaurant waitress and bartender working at a hotel bar or restaurant inside a casino resort and a gas station cashier clerk selling lottery tickets are technically not levying taxes on all Americans. Anyone can avoid being taxed this way by simply not playing.](#) Economic Planning needs to be designed along very similar parameters by means of Financial Instruments pegged to the Work-Standard where the contributions of Actual Arbeit by an Individual or an Economic Organization can then be cashed in for Actual Geld with the Federal or State governments. Granted, no matter what happens, the Preamble of the Constitution will always serve as our Central Plan in this Federalist Command Economy.

Moreover, I am also convinced that we can repurpose casinos into something more productive as sources of Meaningful Work for Digital Arbeit and Digital Geld. The massive amounts of electrical power that Three-Mile Island or the Hoover Dam generates for places like Atlantic City or Las Vegas respectively are perfectly suitable for facilitating the construction and operation of the Work-Standard’s LERE (Life-Energization Reciprocal Electrification) Refineries in those two gambling destinations. LERE Refineries, it should be recalled from [“Operational Logic of Technology,”](#) specialized in overseeing the *LERE Process* for the conversion of Digital Arbeit into Digital Geld before it enters the LER (Life-Energization Reciprocity) Process, both of which will be gradually discussed over course of this part of the final Compendium entry.

"Audit the Fed!": A Hamiltonian Economic Planning App for PC, Tablet, and Smartphone

As stated earlier, Mission-Type Economic Planning is unaffected by the flaws of Soviet-Type Economic Planning. That is because we are more concerned about the qualitative performance of each and every US citizen and Economic Organization in these United States. Emphasis is placed on the Sustainability of the Qualities of Arbeit and Geld and the Frequencies for them in everyday economic life at the workspace. For under the Work-Standard, everyone will be able to literally do real-times audits of the United States Federal Life-Energy Reserve, otherwise known as “the Fed,” anytime, anywhere in the US. Standard telecommunications rates still apply, of course.

This Hamiltonian conception of the Federal Reserve formally serves under the Command Responsibility of Alexander Hamilton’s former government ministry, the US Treasury Department. It sets the Mechanization Rate. It receives contributions of Arbeit and generations of Geld from the Federalist Command Economy and its subordinate State Command Economies. It converts Actual Arbeit into Actual Geld, allowing the entire Union to watch as our *Final Quality of Arbeit* (FQW) and *Final Quality of Geld* (FQW) coalesce into the Total Economic Potential (TEP) and Total Financial Potential (TFP) respectively. Once we know our own *Attrition/Inaction Rate* [A/I], we can then determine for ourselves the *Real Total Economic Potential* (RTEP) and the *Real Total Financial Potential* (RTFP). If we know how much Geld belongs to the American people, the States and the Federal government, the Values of all Federal-issued *FSFIs* (Federal-State Financial Instruments) and State-issued *NSFIs* (National-Socialized Financial Instruments), and how much Federal and State governments receive as Federal-State Taxation and Investments, we can finally determine America’s *Total Productive Potential* (TPP).

Additionally, by auditing the Fed, we can determine our own Quality of Arbeit and Quality of Geld as Individuals, courtesy of the Internal Revenue Service (IRS). The IRS, equipped with Socialist Fintech, will be able to know how much Arbeit we are contributing and how much Geld we are generating based on our past and current performances in the workspace on a daily, weekly, monthly, annual or lifetime basis. That is correct: thanks to everyday Americans no longer having to waste their time filing oppressive Income Taxes on every “15th day of April,” the IRS is spared from doing that Meaningless Work. The Meaningful Work of the IRS involves helping every US citizen unlock their untapped potential and avoid missing any opportunities that comes their way.

Thanks to this app from the IRS, we can compare our personal Quality of Arbeit and Quality of Geld against each other, fellow citizens sharing the same Rank as us, our superiors and any subordinates that we may have at the moment. If we are working in separate Economic Organizations, we can compare their performances and those of other Economic Organizations among Municipal, State and Federal governments. The IRS also maintains a Top 1000, Top 100, Top 50, Top 40, Top 20, Top 10, and Top 5 lists for those deserving to be called “Arbeiter of these United States.” I might see you in any of those categories someday.

We can even compare ourselves against Federal officials like members of Congress, the Federal Courts and Supreme Court Justices, Department Secretaries, the Speaker of the House, the Vice President, and the President of the United States under the Freedom of Information Act (FOIA). However, Individuals with SCI (Sensitive Compartmented Information) will always have their identities kept hidden from public knowledge due to the nature of their professions. SCI-level clearance is required to know those people and even then, one is not supposed to be letting complete strangers know what they are doing.

Performance Grades, Actuality Dates, and Grade Point Averages

Furthermore, the IRS is always updating the App weekly. It is also authorized by Congress to confer on its behalf Federal Department and Congressional medals, awards, promotions, and prizes to Individuals and Economic Organizations alike on all Federal Holidays like May 1. Since we are relying on a Federal-Service Ranking System instead of a “Net Worth,” we can replace the “Credit Score” with a *Performance Grade*, applicable for all Ranks in the Federal and State Civil Services.

We begin to understand the Intent behind the Performance Grade by realizing why the US is able to issue Federal-State Financial Instruments (FSFIs) in addition to the conventional National-Socialized Financial Instruments (NSFIs). The Federal government issues FSFIs to potential investors at the Federal Kontore, whereas the States governments issue their NSFIs directly. Federal and State Economic planners can facilitate transactions digitally on our US Federalist Intranet (courtesy of the US Treasury Department), over the phone, email, or in-person consultation and negotiation. Investors in the State Civil Services (SCS) can purchase lucrative FSFIs just as investors in the Federal Civil Services (FCS) can also purchase regular NSFIs.

Unlike conventional NSFIs, FSFIs are a special variant that are more lucrative in terms of Quality of Geld but are also more arduous in terms of the Quality of Arbeit. Anyone who purchases an

FSFI must realize that the Federal government under Hamiltonianism expects only the courageous, selfless and daring Individuals among the American people—the Totality—to accept their challenges because the tolerance for margins of error is lower than regular NSFIs. What this means is that it is financially possible for somebody to ‘default’ on an FSFI by failing to maintain a high-enough Performance Grade or failing to turn them in before or on the *Actuality Date*. Either will lower one’s Performance Grade and the worse it becomes, the greater the probable likelihood that the Federal government will no longer be allowing that investor to purchase another FSFI, restricting them to NSFIs. The Federal government is obligated to do this in order to keep all collateral damages to a minimum whenever somebody defaults on an NSFI. Expect the same experiences from the State governments with regard to their NSFIs.

Performance Grades determine an Individual’s ability to exercise Full Faith and Allegiance to the Duty and Honor of their Oath of Office. Since high school and university students are also eligible for NSFIs and FSFIs, everything will be determined based on a US educational Grade Point Average (GPA) Scale, which means the Performance Grades will listed as: A+, A, A-; B+, B, B-; C+, C, C-; D+, D, D-; and F. High school and university students will receive them with their *Student Transcript*.

Just like in one’s personal school life, there will be no cheating, embezzling, forgery, counterfeiting, defrauding, perjury, and other financial crimes against the State and Federal governments. Anyone caught doing will be held criminally liable and may have to pay a large fine or be sent off on a luxurious vacation to a Federal minimum security penitentiary. The latter is only applicable to those who have no prior criminal history of violent or sexual offenses, has no prison escape attempts, and is expected to leave prison in ten years or less. For more serious offenses, especially for those speculators trying to become the next George Soros, they will be sent off to The Hague for financial war crimes because *Financial Warfare* will finally become a discernible challenge to address and confront under the Work-Standard.

Federal-State Taxation and Investments

A Simplified Taxation System

In [Part II](#) of the Work-Standard, I specifically stated that the Jeffersonian Taxation System developed between the presidencies of Woodrow Wilson and Franklin Delano Roosevelt was Sadomasochistic. It deserves to be called that because whenever somebody tries to manipulate it, we can summarize the decision as this:

The Jeffersonian Democratic-Republican asks, “Which would you prefer?”

- “To inflict Pain on other Americans and give myself Pleasure!” (Read: Cut Taxes)
- “To inflict Pleasure on other Americans and give myself Pain!” (Read: Raise Taxes)
- “Neither Pain from Republicans nor Pleasure from Democrats!” (Read: Reject Both)

Your answer, my fellow Americans, should be “Neither Pain from Republicans nor Pleasure from Democrats!” I had rightfully argued in Part II that this is a false dialectic, an inauthentic pair of choices for all Americans, no matter who they are and which State they are from. What the Federal and State governments need is a simplified Taxation System. In [Part III](#), I stated that the Work-Standard will provide us with all the Arbeit and Geld that we will need to sustain ourselves, allowing us to introduce a more simplified Taxation System. What we will do instead is implement a handful of Taxes designed to encourage certain behaviors and discourage others that are potentially harmful for all Americans. Ideally, I prefer that we keep Taxation to a minimum by focusing these ten justifiable examples:

1. Alcohol Tax (To avoid repeating Prohibition)
2. Childlessness Tax (To compel able-bodied men to raise families)
3. Cosmetics Tax (To compel able-bodied women that true beauty lies within)
4. Church Tax (We can implement this one after the Hamiltonian Congress passes the “*Greater America Amendment*,” which we are going to need as part of implementing the Work-Standard)
5. Gambling and Lottery Taxes (Las Vegas and Atlantic City are well-known for this)
6. Intranet Tariff (Levied on Foreigners accessing our Federalist Intranet from Internet cafés within their own country as part of a Real Trade Agreement with the United States)
7. Petroleum Tax (US Department of Energy will be developing Zero-Carbon Synthetic Fuels to combat American dependency on Petroleum)
8. Pornography Tax (To further the purposes of the Childlessness Tax)
9. Recreational Cannabis Tax (Medicinal Cannabis and Hemp Production are exempted)
10. Tobacco Tax (To combat organized crime buying them cheap in the South for profit in the North)

Federal-State Investments: Payment Cards

“Debit and Credit Cards” have been replaced by a more streamlined *Payment Card* for those who do not spend like a Jeffersonian. The Federal and State governments will devise ways of implementing Federal-State Investments in a manner that is far more necessary and proper for the purposes of this Federalist American Union. Anybody who overspends beyond their own means of production will inflict unwanted Sovereign Schuld on these United States. For instance, if somebody buys something with a Payment Card and they do not have Geld, their National-Socialized Bank (NSB) is allowed under Federal Law to charge them with Schuld. If they are broke, their Schuld is added to the US National Debt. Spend responsibly and wisely!

Suppose that somebody owns \$23,000, earns \$4,000 each month, and contributes \$7,200 in Arbeit and Geld to the Federal and State governments as part of their Vocation. \$140.00 is spent on Alcohol and Tobacco Taxes. Today, they are spending \$20.00 with a Payment Card. Command-Obedience Account Bookkeeping records their transaction as of this month as this:

<i>Obedience</i>	<i>Command</i>
Self	Income + [Net Income + (Dependents + Years)] + [(Geld – Geld) + (Arbeit – Arbeit)] – Drawings – Taxes
	\$23,000 + \$4,000 + [(\$3,600 – \$3,600) + (\$3,600 – \$3,600)] – \$20.00 – \$140.00
	\$27,000 + \$0.00 – \$160.00
	\$26,840.00

Any further expenses on the Individual's part will see their personal savings diminish. Conversely, if the Individual learns fiscal discipline, they can be able to reduce their personal expenses while at the same time maintain their current contributions of Arbeit and generations of Geld. How much Arbeit and Geld they give the Federal and State government is specifically related to their overall performance in the workspace. Neither their State nor the Federal government can compel them to increase the rates in peacetime; wartime, however, is an entirely different matter altogether.

The Federal government and that Individual's State government will split the amounts of Arbeit and Geld from that Individual as evenly as possible. Since the bank in question is an NSB, the Holdings will go straight to their State government:

<i>Obedience</i>	<i>Command</i>
Federal Revenues	Geld + Arbeit + Federal Taxes
	\$1,800 + \$1,800 + \$80
	\$3,680.00

<i>Obedience</i>	<i>Command</i>
State Revenues	Holdings + Geld + Arbeit + State Taxes
	\$20.00 + \$1,800 + \$1,800 + \$80
	\$3,700.00

Federal-State Investments: Special Levies

Municipal Enterprises (Tier-1 Economic Organizations) and State Enterprises (Tier-2 Economic Organizations) are eligible to negotiate with the Federal-State Commissaries to attach a Special Levy to the Prices of their goods and services. The Prices will be temporarily increased to allow the State Industries of those specific Enterprises to gain more State Revenue, allowing those same Industries to expand production capabilities and allow more Americans to work for those Enterprises. The Hamiltonian Congress shall pass the *Greater America Amendment* to ensure that special legislative structures are in place for all State Constitutions, preventing State governments from diverting the Geld generated by Special Levies to any spending or activity outside of that specific Enterprise. A Special Levy ends with the repeal of its associated State Law by the same State legislature that passed it in the first place.

Federal-State Investments: FPXs, FXEs, People's Surcharges, and FECs

Federal Post Exchanges (FPXs) are those specialty department stores and shops that originate in America's frontier heritage as "Trading Post." Europeans and Native American Tribes bought and sold wares there back in the old days. Today, that tradition continues for all US citizens interested in purchase a wide selection of imported merchandise like luxury goods and cultural items from other nations. Most US military installations have them under different names, but the States will be able to establish ones for all US citizens interested in importing foreign goods and currencies.

Foreigners and their *Foreign Exchange Enterprises* (FXEs) are only allowed to sell foreign goods and services as well as contribute Arbeit for their own nations in these United States on the condition that Congress negotiates for them as part of a Real Trade Agreement.

Any purchasing of foreign goods and services from an FPX or FXE will include a *People's Surcharge* specified by the Federal government. A *People's Surcharge* allows the American people to mitigate the effects of Economic Foreignization by limiting how much Geld is allowed to leave the US Economy. And before one purchases anything, just remember to always read that tiny print on your banknotes with a magnifying glass:

"This United States Note is Legal Tender for all Works, both Personal and Federal, except for Federal Imports; all Works are Redeemable in the Amounts thereof as Payments on all Federal and Personal Debts to these United States."

Anyone interested in purchasing foreign goods and services in the US must convert their *United States Notes* (the "Red Seals") into the *Federalist Exchange Certificates* (the "Brown Seals"). These 'Brown Seals' are ornately designed to be distinguishable from the 'Red Seals' which we are more accustomed to encountering in our everyday economic life. Conversely, any foreigners interested in working abroad in these United States with a Green Card will be paid in those FECs.

The US Armed Forces still rely on their own Military Geld, "EagleCash." Volunteer for the US Armed Forces or just get drafted by the Selective Service System (SSS) for three years without complaint. Given the hundreds of US military bases outside the US and the Federal government's hesitance over reinstating the draft because of the Vietnam War, it is up to the American people to decide whether or not this option to earn foreign currencies should become valid again.

Anyone interested in earning foreign currencies, the Federal government shall offer them opportunities to receive special 'Black Seal' FECs, where they can convert their US Notes into foreign currencies under a specified Exchange Rate for a limited period. Here are three ways of earning them:

1. Enlist in Federal-Administrated Enterprises (FAEs) allowed to work abroad by foreign nations. Congress and the President will have to ratify a Real Trade Agreement with the other nations.
2. Join the US State Department or the intelligence services. For those looking to conduct their personal activities in diplomacy and intelligence (or counterintelligence).

3. Participate in humanitarian and peacekeeping duties or participate in the digital affairs of the International Internet “Heliopolis” with the World State Organization. A US citizen can earn foreign currencies by doing the latter on their PC, Tablet or Smartphone without ever having to leave these United States.

Of course, my fellow Americans, this is Hamiltonian America exercising Protectionism through the Federal government. By abiding by this arrangement, we are continuing another time-honored tradition where the Boston Tea Party rejected foreign tea and Americans started manufacturing their own tea. Were we really thinking that the Hamiltonians are going to reinstate Prohibition over foreign currencies, which was what the Soviet Union had done, creating a black market for US Dollars? Have we not yet realized that these Federalist Exchange Certificates are meant to be designed against speculators becoming the next George Soros, engaging the American people in financial combat?

Federal-State Investments: "Out of Many Socialisms, One All-American Socialism"

Every American people's community will always have its own Socialism. That is why the true official motto of the United States has and will always be “*E Pluribus Unum*” (Out of Many, One). American Socialism enrich American Nationalism with the strength that comes with the benefits of our diversity in these United States. It is that diversity which will enable us to achieve better cultural understanding with every nation in the event of a Socialist world order where international law is governed by the World State Organization. We must not let America's diversity go to waste.

European Americans should be proud of their respective ancestral legacies: Hamiltonianism is what allows us to harness the powers of Prussian Socialism, English Authoritarianism, French Anarchism, Italian Statism, and Spanish Ultramontanism in this Union through the Federal government. They should receive respect from *and* give that same respect to the Socialisms of African Americans, Native Americans, Latin Americans, Chinese Americans, Japanese Americans, Korean Americans, Vietnamese Americans, Russian Americans, Turkish Americans, Iranian Americans, Palestinian and Arab Americans. The same must also be true for religious denominations like the Catholic Church, Lutheran Church, Episcopalian Church, Mormon Church, the Amish, Evangelical Churches, and Eastern Orthodox Churches have their own Socialisms, in addition to Jews like Alexander Hamilton, Muslims, other religious groups, and LGBTs.

Once the *Greater American Amendment* is passed by Congress and the State legislatures, the Federal government shall establish a US Department of Culture. It will proceed to promote the cultural and traditional diversity of this Union, ensuring that all American youths are proud of who they are and who they are meant to become. Our hope is to realize the fact that America could have become bilingual where English and German would have been widely spoken before the ethnic cleansing of Prussians by the Jeffersonian Woodrow Wilson in World War I. Today, only the Amish speak German and it is only a specific Swiss German dialect.

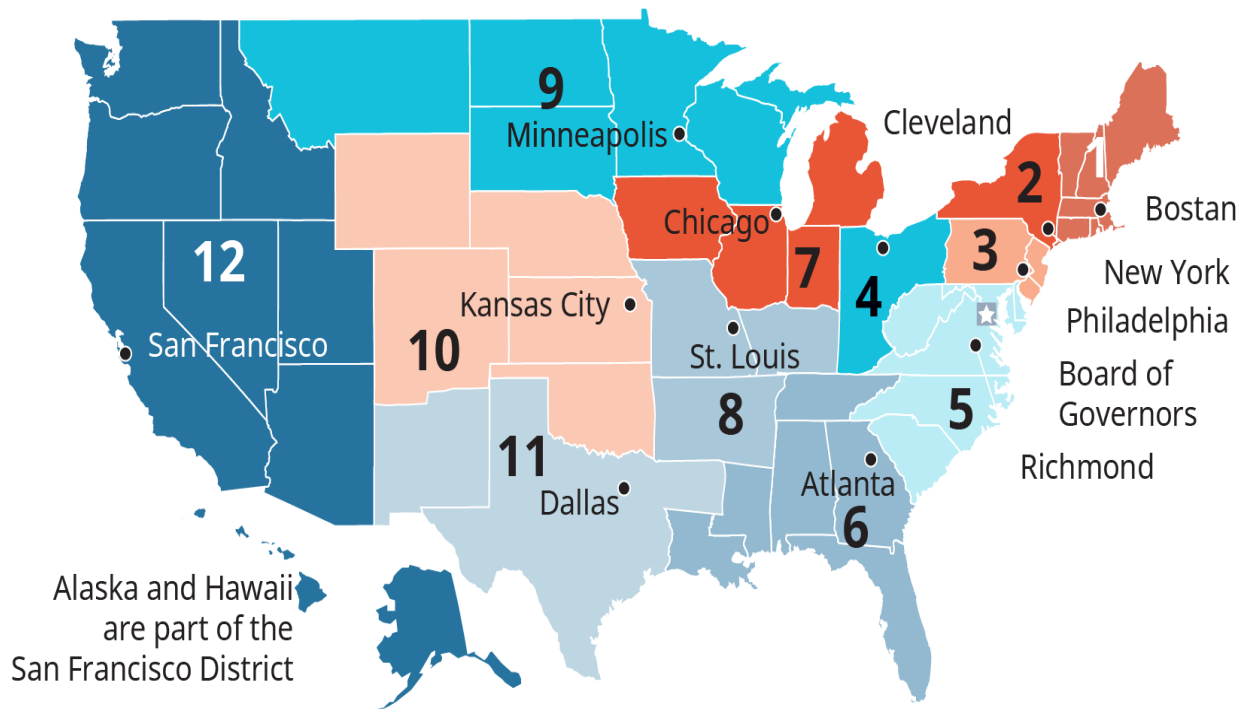
The Department of Culture will have separate Government Bureaus and Offices for religious groups and the Native Americans. The Intent is to work with them and the Federal-State

Commissaries of their respective States, creating a more refined system of Checks and Balances to include their Quality of Geld and Quality of Arbeit. Native American Reservations should be allowed by the Federal government to diversify their economic activities beyond casino gambling. Religious groups should be allowed to convert their Arbeit into Geld with the Federal Life-Energy Reserve. For the Federal government, our Hamiltonian Congress and President must realize this:

- How much Geld should be allowed for religious groups before they abuse that Geld to promote their respective faiths to the detriment of other faiths? How much Arbeit from the Catholic clergy and religious should be going to the Catholic's Church's *Institute for the Works of Religion*, the 'Vatican Bank' in Vatican City? What about the banks controlled by the Mormons?
- How much Geld should be given to political parties with seats in Municipal, State and Federal governments before they abuse that Geld to Congressional gridlock and partisanship? How much Arbeit are they allowed to convert into Geld from political activities?
- How much Geld should be given to Native American tribes before they abuse that Geld? How much Arbeit are they allowed to convert into Geld by adhering to their traditional lifestyles?
- How much Geld should be given to the Amish before they abuse that Geld? How much Arbeit are they allowed to convert into Geld by adhering to their traditional lifestyles?

Federalist Reciprocal-Reserve Banking System

Under Jeffersonianism, it was the Fractional-Reserve Banking System that had once made the banks more dangerous than the Military-Industrial Complex. Thanks to the Reciprocal Reserve Banking System, that changes with Hamiltonianism: The Military-Industrial Complex is now more dangerous than the Federal, State, and National-Socialized Banks.



Source: <http://www.federalreserve.gov/otherfrb.htm>

There are 12 Federal Banks in the Union. Each of them has Command Responsibility over their jurisdiction when receiving Arbeit and Geld intended for the Federal Life-Energy Reserve. Any Geld intended for the Federalist Command Economy by Congress goes through the Federal Banks.

For state governments and their State Civil Services, they will be relying on separate State Banks for transferring Arbeit and Geld to the Federal Life-Energy Reserve. Any Geld intended for their Command Economies will be going through the State Banks.

For Paygrades intended for the Civil Services of the Federal and State governments, a well-organized and well-disciplined IRS shall oversee them. Every American civilian household will receive them by mail or wired electronically to their accounts at their State Banks. Those receiving them through mail will be delivered by the US Postal Service.

This leaves the National-Socialized Banks of the States as the only ones authorized by the Federal government to lend Interest-free loans called “Work-Tenures” to prospective borrowers. State Banks lend Work-Tenures for State Enterprises and Federal Enterprises lend to Federal Banks. The Federal Life-Energy Reserve allocates the Geld intended for Work-Tenures through the United States Federal Kontore.

United States Federal Kontore

- Under Jeffersonianism, there have been twelve Financial Markets in these United States:
- American Stock Exchange (AMEX)
- New York Stock Exchange (NYSE)

- National Association of Securities Dealers Automated Quotation System (NASDAQ)
- Boston Stock Exchange (BSE) was a combination of Boston Equities Exchange (BEX) and the Boston Options Exchange (BOX). [Acquired by NASDAQ in 2007.]
- Chicago Board Options Exchange (CBOE)
- Chicago Board of Trade (CBOT) [Privatized and controlled by CME Group, Inc.]
- Chicago Mercantile Exchange (CME) [Privatized and controlled by CME Group, Inc.]
- Chicago Stock Exchange (CHX)
- International Securities Exchange (ISE) [Located in New York City; also includes ISE Options Exchange and the ISE Stock Exchange]
- Miami Stock Exchange (MS4X)
- National Stock Exchange (NSX) [Located in Jersey City, New Jersey]
- Philadelphia Stock Exchange (PHLX)

The twelve Financial Markets in these United States will also be renovated, converted into Federal Kontore (Financial Offices), its personnel to be reeducated and retrained by the Federal government in our Unified Socialist Student Economy under the US Department of Education. We will be installing the Socialist Fintech (Financial Technology) for the purposes of revolutionizing Western Finance. Doing so will allow the Federal government to employ the Anti-Federalist policy of decentralizing and spreading the Federal Kontore throughout the entire Union. The conventional NSFI/FSFI Distinction remains valid here, requiring the Federal Kontore to be able to issue State-level and Federal-level Financial Instruments pegged to the Work-Standard.

Menu of US Financial Instruments	
<i>State Governments</i>	<i>Federal Government</i>
NSFIs	FSFIs
State Fiefs	Federal Fiefs
State Work-Plans	Federal Work-Plans
Federal-State Equipmentalities	Federal-State Equipmentalities
Federal-State Currency Conversion	Federal-State Currency Conversion
State Work-Tenures	Federal Work-Tenures
State Priority Requisition	Federal Priority Requisition
Federal-State Economic Foreignization	Federal-State Economic Foreignization

The ideas discussed in “[Proposed Types of NSFIs](#)” stands as, except with the additional requirements discussed previously. As former engineering student who later became a political scientist, I have full faith and confidence in America’s financial engineers being capable of coming up with new Financial Instruments pegged to the Work-Standard. So long as the Work-Standard’s [Reciprocal Theory of Value](#) (RTV) and [Work Theory of Money](#) (WTM) are properly conveyed to

them, I am convinced that our financial engineers will regain the artistic creativity that was denied to them by Jeffersonianism. Allow me to demonstrate RTV and WTM just for them.

Federal-State Commissaries of Wages and Prices

“How much Gold is there in existence?”

In Illinois, the Federal Kontor of Chicago received stimulating reports from its Office III, immediately relaying them straight to the Securities and Exchange Commission (SEC) in Washington DC. SEC informs the Federal government that “*the Price of Gold as an Equipmentality is rising*,” despite the impressive economic growth occurring in the United States as of this SMP Compendium entry. Last month, 1 Metric Gram of Gold was worth \$26.42 United States Notes (USN). This month, the Price of Gold per 1 Metric Gram has tripled to \$79.26 USN, a weekly difference of +\$52.84 USN.

There are 28.3495 Metric Grams per 1 Ounce of Gold. Last month’s Price of 1 Ounce of Gold, given the aforementioned information, was \$748.99 USN; this month, it is now \$2,246.98 USN—a monthly difference of +\$1,497.99 USN.

<i>Price of Gold Equipmentalities per 1 Gram and 1 Ounce (in United States Notes)</i>			
Previous Monthly Prices		Current Monthly Prices	
1 Gram of Gold	1 Ounce of Gold	1 Gram of Gold	1 Ounce of Gold
\$26.42	\$748.99	\$79.26	\$2,246.98
Monthly Price Difference per 1 Gram		Monthly Price Difference per 1 Ounce	
+\$52.84		+\$1,497.99	

Why would the Price of Gold be rising so quickly? Are the Federal-State investors working in Office III of every Federal Kontor in America ‘uncertain’ and ‘worried’ that something is going to happen? What would tip them off about this particular Equipmentality, seeing how the US Currency is now pegged to the Work-Standard? How can we distinguish the methodology of Socialist Finance from the more well-known Liberal Capitalist conception of finance?

Fortunately, Oswald Spengler and Martin Heidegger offered some clues in Volume II of *Decline of the West* and *Being and Time* respectively. In the century since those two men had written their works, Liberal Capitalist Economics claims that when Gold is treated as a so-called “Commodity,” financial investors will determine its Value based on the *sheer magnitude of its own existence*. The less Gold there is in existence, the greater its Price; the more Gold there is in existence, the lower its Price. Under the Work-Standard, however, a different ontological process is at play here.

Since America is already under Hamiltonianism and the US Currency is pegged to the Work-Standard, Gold is now being an *Equipmentality*. Our financial investors determine its Value based on the *discernible functions of its own effects*. With the *Intents of Command and Obedience* wielded by the Federal government and enshrined under the US Constitution, we can explain why the Price of Gold is rising according to the Work-Standard’s *Reciprocal Theory of Value* (RTV).

Command: Mining Vocations responsible for production of Gold in America was able to achieve “*Economic Socialization*” because the US Department of Education, the US Department of

Defense, and the Hamiltonians' US Department of Culture and US Department of Science and Technology are buying large Gold in bulk. Fort Belvoir has placed large orders of Gold from every Office III in the US. DOD is spending a sizeable portion of its Congressional funding on SCI (Sensitive Compartmented Information) sensitive SAPs (Special Access Programs) with the other three Federal Departments.

Obedience: The *Work-Productivity* (WP) and *Force Multipliers* (FMs) for Mining Vocations producing Gold are America not keeping pace with their current *Work-Intensity* (WI). Based on their Quality of Arbeit for those Vocations, the WI is telling us that Gold is being priced higher to deter financial investors *and* the four aforementioned US Federal Departments from hoarding and causing shortages of Gold. For WP, Gold is being valued more by those four US Federal Departments because of its strategic importance, the Price being allowed to accrue Attrition.

Intent: The US Federal-State Commissaries of Wages and Prices, following the Intents of the Mining Vocations *and* all four Federal Departments, reacted accordingly by officially promulgating the Price hikes. The State government of Illinois and the Federal government by extension will now be enforcing this Price until a change in conditions permit its increase or decrease.

Under the Work-Standard's Work Theory of Money (WTM), we can argue that the Work-Productivity of the Mining Vocations is declining because the four aforementioned US Federal Departments are buying a lot of Gold. The Arbeit of the Mining Vocations is depreciating, and we can argue that this will be reflected in the returns of Geld. The result is a lower Quality of Arbeit and a higher Quality of Geld, causing more Arbeit to be converted for less Geld.

Truly, there has to be other purposes for Gold besides jewelry, commemorative coins, dental fillings, and people buying them because of some pre-ordained bias toward the Value of Gold. The only thing that is far more valuable than Gold under Hamiltonianism is the electrification of Actual Arbeit and Actual Geld with Digital Arbeit and Digital Geld respectively. That is correct: Digital Arbeit and Digital Geld are capable of significantly boosting the returns of Arbeit and Geld if harnessed properly by the Information Sectors of the US Economy and the Economies of the States.

Miniature Automated Tractor Vehicles (MATVs), Command MATVs, Miniature Automated Repair Vehicles (MARVs), and Civilian Aerodyne Wings (C-Wings) are all LERE-capable contributors of *Digital Arbeit*. They can enhance the Actual Arbeit contributions of its operators by being remotely controlled by them or automated by sophisticated software programming. All of those were discussed previously in "[Operational Logic of Technology](#)."

Given the involvement of the Department of Defense, I can reasonably argue that the MATV and C-Wing are both capable of being turned into "Miniaturized Armored Fighting vehicles" (MAFVs) and "Military Aerodyne Wings" (A-Wings). MAFVs and A-Wings, I should mention, can serve as contributors of Military Arbeit. MAFVs are fielded by US Army Mechanized and Armored Divisions as well as the US National Guard and Marine Corps. For A-Wings, there are variants deployed by the US Navy, the US Air Force, and the US Marine Corps.

What I am envisaging are ways for the US Armed Forces to overcome the production difficulties and the costs of losing a single 1 Main Battle Tank (MBT) or 1 Joint-Strike Fighter (JSF). For every 1 MBT that the US Army and Marine Corps is capable of fielding, I can imagine both fielding seven or eight MAFVs for each MBT. For every 1 JSF that the US Navy, Air Force, and Marine Corps is capable of fielding, I can imagine all three deploying five or six A-Wings for each JSF they can field. In essence, the MAFV and A-Wing is a product of World War II and will no doubt become a reality as militaries around the world struggle to justify the costs of fielding Cold War-era MBTs and JSFs.

An MAFV would either be automated or manned by a three or four-man crew. Most MAFVs would feature would be a coaxial turret featuring a plasma cannon and laser machine gun with a roof-mounted light machine gun for accompanying infantry to mantle over the rear engine hood of the chassis and operate it, and a hull-mounted laser machine gun. I can even envisage a return to the World War II-era Light-Medium-Heavy Chassis Classification Scheme because an MAFV is a lot easier to replace than a larger Armored Fighting Vehicle or its Cold War-era equivalent, the MBT. Something similar can be argued about A-Wings. We can revisit the older ways of doing things from World War II, but with more advanced technologies. That cannot be possible with more recent aircraft like the F-22 or the F-35. Everything depends on whether the American people are the ones controlling the Military-Industrial Complex and by extension controlling the size and composition of the US Armed Forces in a manner that is less costly and more meaningful.

The United States Federalist Intranet

Originally, I once decided that my website, www.fourthestatepolicy.com would be renamed as [“fourthestatepolicy.us”](http://fourthestatepolicy.us) in a [Socialist world order](#). If I had to write the official long title on a search engine in a “United States Federalist Intranet,” it would be *“https://fau.fourthestatepolicy.fae.us/,”* The search engines of foreign Intranets will show my website on the World State Organization’s International Internet, Heliopolis, as *“https://fau.fourthestatepolicy.us/.”*

Everything that I had discussed here and in Part II of this Compendium entry has a digital equivalent where we can electrify our Actual Arbeit and Actual Geld with Digital Arbeit and Digital Geld. Anyone who does anything online on tech platforms like YouTube.com, Twitch.tv, Amazon.com, DeviantArt.com, Wordpress.com, and so forth can file them as a secondary Vocation as part of their contributions of Arbeit. The effects of Digital Arbeit are doubled for those who are able to access the International Internet of the World State Organization, Heliopolis. If the latter happens to be the case, there is their chance to receive foreign currencies in the form of Digital Geld. This is possible thanks to the Work-Standard’s Blockcycle and LERE-Stamp.

Let this be the opening crescendo of what can be done with the Work-Standard. Digital Technology is still relatively new and I am convinced that the Work-Standard is capable of helping the US and the rest of the world to unlocked whatever untapped potential which I have never able to discover for ourselves under Liberal Capitalism. There is still so much that we have yet to consider which even I am not aware of at the moment. It is because of this that I had to leave the accounting tables for the US Economy incomplete since we cannot know if someone, somewhere in these United

States, is able to develop new-old ways of contributing Arbeit and generating Geld for the US Economy. The Jungian Collective Unconsciousness is the limit.

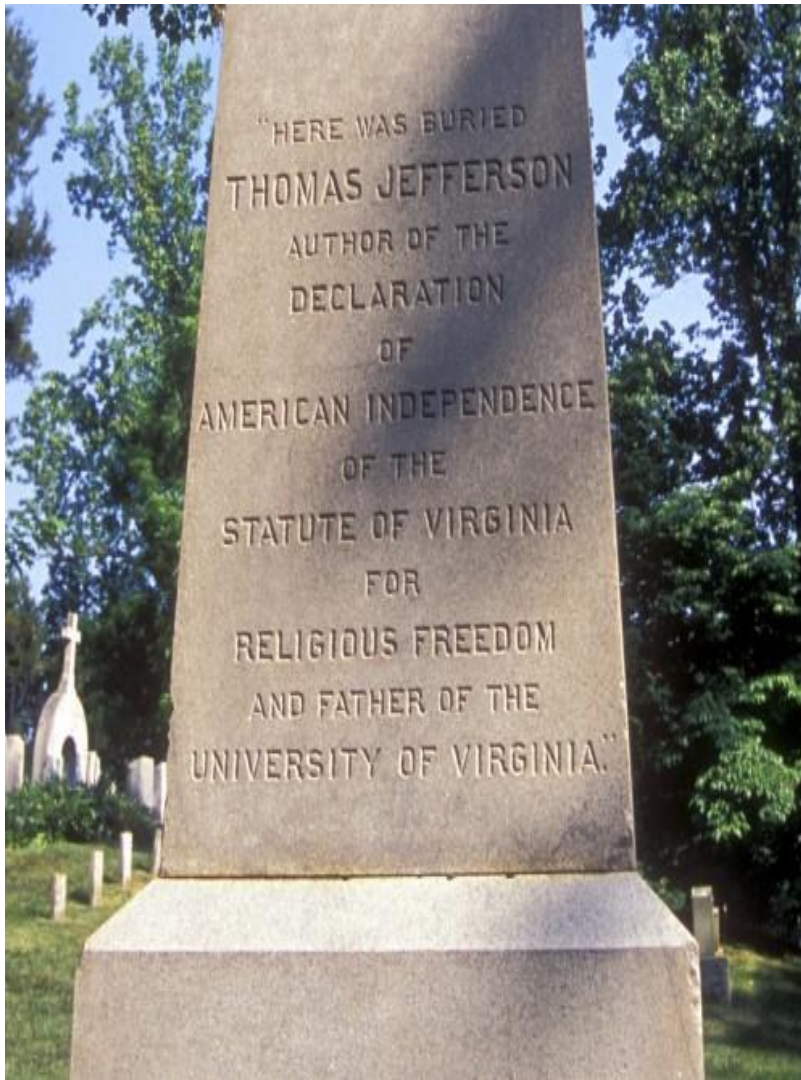
II. Strategic Accounting and Allocation of the Federal Budget (Pt. 4 of 4)

*“There are only two ways to conquer and enslave a nation.
One is by the sword and the other is by debt.”*

-Federalist President John Adams



Alexander Hamilton spent his final moments in Life as a free-man in his own Pursuit of Eternal Glory. Under the Work-Standard, this fate will be referred to as Schuldenfrei (Free from All Debts/Guilts, both Personal and Federal). Shall America become Schuldenfrei?



Thomas Jefferson spent his final moments in Life as a debt-slave in his own Pursuit of Temporary Happiness. Under the Work-Standard, this fate will be referred to as Schuldnerverzug (Unfree from all Debts/Guilts, both Personal and Federal). Shall America continue being Schuldnerverzug?

The American people constitute the Totality of these United States. Like the Work-Standard and the Federalist Command Economy, our Union is designed to function as a Council Democracy under the Constitution. However, the Jeffersonians in the Democratic-Republican Party (as two parties) continue to treat the Union as though it were a Parliamentary Democracy. What has happened over the course of US history is a dysfunctional compromise between Councilor governance and Parliamentary governance, creating unwanted partisanship, gridlock, government shutdowns, campaign financing, distrust, and this nagging refusal to accept the results of certain Presidential Elections. Unbeknownst to most Americans, these conditions on US soil are coalescing with a growing sense of nihilism and apathy that causes the loss of political participation, economic participation and social participation in the American Way of Life. As of 2021, Jeffersonianism has reached its logical conclusions in domestic and foreign policies, compelling the other American political tradition—Hamiltonianism—to return to power.

Only in this last part of the final SMP Compendium entry are we now discussing about *American Conservatism and Hamiltonianism*; *Unified Federalist Student Economy*; the *Federalist Party and Hamiltonian Federalism*; and *Greater America Amendment*. Expect Fiscal Conservatism to be repurposed for the Work-Standard and Command-Obedience Account Bookkeeping once the prerequisite Relevancy and References are made available.

Remember, I will only be proud as an American if I have *Geld* (Money) pegged to my own *Arbeit* (Work); I am always ashamed if I have *Kapital* (Capital) pegged to my own *Schuld* (Debt/Guilt).

American Conservatism and Hamiltonianism

Hamiltonianism must regain its rightful dominion over the ideological void that has defined American Conservatism since the Great Depression. Accommodations needs to be made to allow Conservatives to join its United Front of Nationalists and Socialists, Environmentalists and Traditionalists, Statists and Ultramontanes, Anarchs and Authoritarians. If done properly, the result is the creation of *Hamiltonian Federalist Socialism by a new-old Federalist Party* determined to assert its rightful place in the American Way of Life. The great question is how to separate factions like the Jeffersonian Conservatives (Read: Neoconservatives) and Classical Liberals from our *Socially-minded Capitalists* (Read: Religious, Social, and Fiscal Conservatives) discussed previously in [Part III](#) of “Technology and the War Effort.” If there is something in the Work-Standard that appeals to those Conservatives and they are willing to try something different, they may be in the position to adopt Hamiltonianism *and* reject Jeffersonianism. Everything depends on how well Hamiltonianism and the Work-Standard are conveyed to them.

An American Conservatism founded on Arbeit and Geld is far more favorable to and supportive of Hamiltonianism than an American Conservatism founded on Kapital and Schuld; Kapital and Schuld are what American Conservatives have always been receiving from Jeffersonianism since the Great Depression. This is why I have been citing Russell Amos Kirk as an important figure in the context of the Work-Standard. Kirk was one of those pro-Hamiltonian American Conservatives who understood the historical consequences emanating from the New Deal. He instinctively realized that the New Deal was in fact counterproductive to the goals of Socialism in America. However, like the German Reich, the Soviet Union, People’s Republic of China, and the Eastern Bloc Socialisms, Kirk was also unable to figure out what was needed to replace Kapital and Schuld.

Meanwhile, in the United States of the SMP Compendium, our Hamiltonian Congress and Presidency are now paying down the National Debt. The US National Debt, now in the trillions of US Notes, are dwindling thanks to the political, economic, financial and social restructuring brought on by the *Greater America Amendment*. We can tell based on the accounting work provided by Command-Obedience Account Bookkeeping.

Earlier in this Section of the Compendium, the other Socialist nation (which is clearly not the United States) was non-Marxist and had been formatting their basic Command-Obedience Account Bookkeeping Formula as this:

$$\text{State} = \text{Totality} + \text{Self}$$

For the purposes of Hamiltonianism, the basic Command-Obedience Account Bookkeeping Formula will be formatted in a distinctly American manner:

State of the Union = Totality of the Union + Self of the Union

Federal-State-Personnel Accounts (in United States Notes)		
<i>Accounts</i>	<i>Obedience</i>	<i>Command</i>
<i>Self of the Union</i>	Personal Income	Income + [Net Income + (Dependents + Years)] + [(Geld – Geld) + (Arbeit – Arbeit)] – Drawings – Taxes
<i>Totality of the Union</i>	States Civil Services	Income + [Net Income + (Dependents + Years)] + [(Geld – Geld) + (Arbeit – Arbeit)] – Drawings – Taxes
	States Budget	(States Revenues + States Taxes) – (States Expenses + States Schuld)
	Federal Civil Service	Income + [Net Income + (Dependents + Years)] + [(Geld – Geld) + (Arbeit – Arbeit)] – Drawings – Taxes
	Union Budget	(Union Revenues + Federal Taxes) – (Union Expenses + Federal Schuld)
<i>State of the Union</i>	US Income	(Union Budget + Federal Civil Service) + (States Budget + States Civil Services) + Personal Income

There is no doubt that our Command-Obedience Account Bookkeeping Formula will be formatted according to Article Two, Section Three, Clause One of the Constitution:

[The President of the United States] shall from time to time give to the Congress Information of the State of the Union, and recommend to their Consideration such Measures as he shall judge necessary and expedient[.]

The President of the United States shall deliver the State of the Union Address by also discussing with the American people about the *State of the Union*, the *Totality of the Union*, and their *Self of the Union*. In addition to the State of the Union Address, we also have the “Audit the Fed!” App on PCs, Tablets and Smartphones to see for ourselves, courtesy of the Internal Revenue Service.

America must decide: shall it be peace and prosperity or decadence and decline? To cut government spending with Hamiltonianism is to cut consumer spending with the Work-Standard because all Americans must learn how to live within their own means of production. Fiscal Discipline under the Work-Standard is a Command Responsibility for all Americans and not just for the Federal government.

Fiscal Discipline: My Self of the Union

I have discussed about “Arbeit and Geld” throughout the SMP Compendium and *The Fourth Estate*. Now, I will describe how I will measure my own *Quality of Arbeit* (QW) and *Quality of Geld* (QM). Everyone is welcome to measure theirs as well.

To determine the rates at which I would contribute Arbeit and generate Geld, I need to know whether my actions are sustainable for my own personal well-being and self-preservation. That means knowing the Sustainability of my personal abilities: I have to balance the Quality of the

Arbeit and Geld that I create by me pursuing my own Vocation and the Frequency at which I am creating Arbeit and Geld.

<i>Arbeit Contribution and Geld Generation Reference Table</i>			
<i>Transaction</i>	<i>Sustainability Factor</i>	<i>Effects on Price</i>	<i>Effects on Attrition/Inaction</i>
Quality > Frequency	Unsustainable	Falling	Attrition Rate Falls
Quality ≥ Frequency	Sustainable	Falling	 Inaction Rate Rises
Quality = Frequency	Sustainable	Breaking Even	Value = Price
Quality ≤ Frequency	Sustainable	Rising	Attrition Rate Rises
Quality < Frequency	Unsustainable	Rising	 Inaction Rate Falls

If the United States is relying on the Work-Standard, this preceding Reference Table describes how I am creating Arbeit and Geld with the SMP Compendium and operating *The Fourth Estate*.

The faster I am at creating Arbeit and Geld, the more likely I am able to decrease my Quality of Arbeit and increase my Quality of Geld up to a certain point before it becomes Unsustainable. A Lower Quality of Arbeit means *I am receiving less Geld by contributing less Arbeit of superior Quality*. This is because the Value of my Arbeit is depreciating, which can be inferred to mean that the Price for my Arbeit is rising. If my Attrition Rate outpaces my Inaction Rate, everyone reading *The Fourth Estate* knows I am devoting too much of my Life-Energy toward the completion the Compendium and leaving behind too many typos.

The slower I am at creating Arbeit and Geld, the more likely I am able to increase my Quality of Arbeit and decrease my Quality of Geld up to a certain point before it too becomes Unsustainable. Higher Quality of Arbeit means *I am receiving more Geld from contributing more Arbeit of superior Quality*. The Value of my Arbeit is appreciating, which can be inferred to mean that the Price for my Arbeit is falling. But too much of a good thing can also be a bad thing: if my Inaction Rate outpaces my own Attrition Rate, everyone reading *The Fourth Estate* would know for certain that I am not devoting enough of my Life-Energy toward the completion of the Compendium.

To achieve the greatest Quality of Arbeit for the least Quality of Geld, I must prudently strike a balance between the Quality of my Arbeit and the Frequency for whom I am creating this Arbeit. My Quality of Geld will automatically readjust itself to my Quality of Arbeit.

Since I am only accounting for myself as an Individual, I do not need to account for anyone else. I can reformat the Quality of Arbeit Formula so that I can immediately go straight to my Final Quality of Arbeit (FQW):

$$[\text{Work-Productivity (Force Multipliers)} - \text{Work-Intensity}] * \text{Mechanization Rate} = \text{FQW}$$

Quality of Arbeit Formula for Self of the Union (in United States Notes)				
<i>Obedience</i>	<i>Command</i>			
<i>Final Quality of Arbeit (FQW)</i>	<i>Work-Productivity (WP)</i>	<i>Force Multipliers (FM)</i>	<i>Work-Intensity (WI)</i>	<i>Mechanization Rate (MR)</i>

On the Command side, there are two variables that I can control on my own and two variables that I cannot control on my own. The variables which I am able to adjust are my WP and my WI, with FM being set by the Federal government and MR set by the Federal Life-Energy Reserve. I have both Self-Ownership and Self-Sovereignty over my Blog and the SMP Compendium. Nobody is telling me to do anything; everything is completely left to my own discretion.

The Federal-State Commissaries, based on current economic conditions in the US, would set the official rate for 1 Blog post. For every Blog post created on “<https://fau.fourthestatepolicy.fae.us/>,” my WP goes up by \$0.71 USN (as opposed to “\$0.71 USD”).

For the sake of Reference, here is the Table for Force Multipliers:

Force Multiplier Chart	
<i>Range</i>	<i>Minimum and Maximum</i>
Actual Arbeit	1.00 and 2.00
Digital Arbeit	1.00 and 3.00
Military Arbeit	1.00 and 5.00
<i>Description</i>	<i>Amount</i>
Economic Socialization (Minimum Amount for Personal Arbeit creating Surplus Arbeit for Others)	0.10
Professional Vocation Experience	0.01 for each Year
Financial Technology Proficiency (Minimum)	0.30
Economic Socialization (Maximum Amount for Personal Arbeit creating Surplus Arbeit for Others)	0.50
Military Technology Proficiency (Minimum)	0.60
32 Hour Work-Week (Minimum)	0.80
40 Hour Work-Week (Median)	1.00
56 Hour Work-Week (Maximum)	1.40
Financial Technology Proficiency (Maximum)	1.50
Military Technology Proficiency (Maximum)	3.00

We know that 7 long blog posts of comparable Quality were created by me over the course of a given week. My FM is 1.05. I received 0.35 by spending 14 hours in the entire week just to create the 7 blog posts, with 8 hours raising the FM by increments of 0.20; 0.50 by receiving support and sponsorship from the Unified SSE and the student government; and 0.20 by achieving Economic Socialization for a placeholder Editor and a placeholder Website Technician.

My WI is represented as how much I needed to pay the Federalist Intranet Service Provider to maintain *The Fourth Estate*, \$4.99 USN per month. The current Mechanization Rate is 8.15%, which means that 8.15% of the US Economy is fully automated. My FQW is \$1.86.

Quality of Arbeit Formula for Self of the Union (in United States Notes)				
<i>Obedience</i>	<i>Command</i>			
<i>Final Quality of Arbeit (FQW)</i>	<i>Work-Productivity (WP)</i>	<i>Force Multipliers (FM)</i>	<i>Work-Intensity (WI)</i>	<i>Mechanization Rate (MR)</i>
\$1.86	\$4.97	\$1.05	\$4.99	8.15%

If I decide to opt for an actual Profession as my true Vocation, in accordance with the earlier entries in this Compendium Section, my personal FQW would be a lot higher. With FQW, I also know my contributions of Arbeit to the Total Economic Potential of the United States, \$1.86, but what about that Website Technician and the Editor from earlier? The Editor proofread the 7 blog posts and the Website Technician formatted their respective webpages at my behest. I have no control over their WP and WI; their WP is dependent on their overall performance as professionals who have been allowed by the Unified SSE to assist, whereas their WI is controlled by the occupation Guilds for their respective Professions. Therefore, let's assume that the Editor contributed \$1.92, and the Technician contributed \$7.05, the latter because they were working with Digital Arbeit (as opposed to the Editor and I, who had originally written and revised the Blog posts offline).

If I know their FQWs, I should also know my Economic Socialization (ES) value as part of my Final Quality of Geld (FQM). The Quality of Geld Formula requires that I provide my Quality of Geld for 1 Profession (MP) by finding my FQW, the ES value determined by how much Arbeit that my own FQW had created for others, and the first half of the Solidarity Rate for Scale of Production (SR₁), which is 0.50 because SR₁ involves finding the Quotient of the Scale (which is 7 blog posts) and the Duration (which is 14 hours).

$$\begin{aligned} \text{FQW} + (\text{ES}_1 + \dots + \text{ES}_x) * \text{SR}_1 &= \text{MP} \\ (\text{MP} + \text{Federal-State Revenue}) * \text{SR}_2 &= \text{FQM} \\ \text{SR}_1 &= \text{Scale} / \text{Duration of Production} \\ \text{SR}_2 &= \text{Density} / \text{Scope of Production} \end{aligned}$$

I am also not generating any Geld for these United States as Federal-State Revenues (FSR) while operating *The Fourth Estate* because I intend to let everyone browse the website freely and not have to pay anything just to read the SMP Compendium in its current state. This brings me to the second half of my Solidarity Rate for Scope of Production (SR₂), which should 1.00 because the SMP Compendium will already be completed once I upload the last of the final entry, so that all I am doing in this scenario is writing a blog post (1.00) daily on *The Fourth Estate* (1.00).

Quality of Geld Formula for Self of the Union (in United States Notes)					
<i>Obedience</i>	<i>Command</i>				
<i>Final Quality of Geld (FQM)</i>	<i>Final Quality of Arbeit (FQW)</i>	<i>Economic Socialization (ES)</i>	<i>Solidarity Rate for Scale of Production (SR₁)</i>	<i>Federal-State Revenues (FSR)</i>	<i>Solidarity Rate for Scope of Production (SR₂)</i>
\$5.42	\$1.86	\$8.97	0.50	\$0.00	1.00

$$\text{Final Quality of Arbeit (FQW)} / \text{Final Quality of Geld (FQM)} = \text{Attrition Rate}$$

Dividing my FQW by my FQM, my Attrition Rate should 1.99% because I spent significant amount of effort creating 7 blog posts *and* enlisted the services of two people. As long as the Attrition Rate stays within 3.00%, I will be fine and likewise for those two. The longer I spend each week creating more blog posts and the longer I continue to consult the services of those two, the greater the likelihood that we can expect my Quality of Arbeit to decline to the point of becoming unsustainable. That is, assuming I have decided to consider my website as a source of Arbeit and Geld on the Federalist Intranet under the Work-Standard of course. If I decide to sell print copies of the SMP Compendium on my website and I am permitted by the World State Organization's International Internet, Heliopolis, my FQM will be high enough to reduce the overall Attrition Rate because my FQW will appreciate as a result.

$$\begin{aligned} \text{RTEP} &= \text{TEP} / \text{Attrition Rate} \\ \text{RTFP} &= \text{TEP} + \text{TFP} / \text{Attrition Rate} \end{aligned}$$

If we are just talking about myself, \$10.83 is the TEP value of my contribution of Arbeit, the Real Total Economic Potential (RTEP) being \$5.44 because of the Attrition Rate being 1.99%. And if \$5.42 is the TFP, then my generation of Geld to the Real Total Financial Potential (RTFP) is \$8.17. Therefore, my personal decision to write 7 blog posts for *The Fourth Estate* for just a single week was able to grow the LER-LERE Accounts of these United States by \$13.61.

Once again, I remain confident that there is an infinite number of ways for every nation to live within its own means of production by placing greater emphasis on Meaningful Work and warding off any Meaningless Work with the Mechanization Rate. The more Meaningful Work available for all Americans, the more capable we are at minimizing our Attrition Rate, eliminating the Inaction Rate, and avoiding any needless invocations of the Transvaluation of All Arbeit. Everything else will depend on our overall well-being and performance. As for Arbeit and Geld from the Unified SSE and the political process itself, both are separate matters altogether.

The Unified Federalist Student Economy

Like most Socialist Student Economies (SSEs), our *Unified Federalist Student Economy* (UFSE) has enough autonomy to act as a mirror of the administrative command structure of the Federal and State governments. We can tell by literally reapplying the procedures to the student government of our Unified Socialist Student Economy under the Department of Education. Young people will know how America if they are allowed to demonstrate it for themselves and the grownups within their very own Federal Student Government. They are the first ones to know whether there is something inherently wrong about the political process, which was basically what motivated those American youths during the 1960s Counterculture.

Jeffersonianism: Student Congress of Parliaments

Every school and university will have a Student Council, the local students voting for *Municipal Student Delegates* on an election day. Local students also have to vote for the *State Student Delegates* of their *School District* to the *State Student Legislature* on a second election day. Moreover, the Student Body of the UFSE is governed by fifty State School Systems and the District of Columbia: each State votes for their *State Student Governor* on a third election day.

Local students elect their *Federal Student Representatives* to the *Federal Student Government* on a fourth election day; should the youth wing of a political party happens to win the most seats,

they will be allowed to choose the *Federal Student Speaker*. In this case, the Democratic-Republican Party youth wings, the “College and High School Democrats” and “College and Teenage Republicans” will decide. And thanks to Amendment XVII, the Student Body also has to elect their Federal Student Senators on a fifth election day where only the “College and High School Democrats” and “College and Teenage Republicans” have the best chance of winning.

And if that was not enough, the Student Body of the UFSE need to elect their Student Government President and their Student Vice President for a sixth election day. Student Presidential Elections must gain 270 out of the 538 Electoral Votes from the *State Student Electors of the UFSE Electoral College*. All State Student Electors are members of the “College and High School Democrats” and the “College and Teenage Republicans,” personally hand-picked by the party leadership of the Democratic-Republican Party at the State level. In the event of a tie (which is very likely because there are only 538 State Student Electors), the *Federal Student Representatives will choose one of the three highest-voted Presidents and the Federal Student Senators choosing one of the two highest-voted Vice Presidents* on a seventh election day. Due to Amendment XX, the Student Body must coronates their Student President for Inauguration Day on January 20.

All the problems of the US political process under Jeffersonianism will be reflected in the UFSE. That includes the 2-year terms for Student Representatives, 6-year terms for Student Senators, and 4-year terms for Student Presidents and Vice Presidents. The Department of Education intervenes as the Judiciary and acts as the Federal functionaries bringing all constitutional questions of youth uncertainty and anxiety to the US Congress and US Supreme Court. My fellow Americans, we all know what is going to happen if the Democratic-Republican Party’s youth wings are in charge of the UFSE. Just like our Federal, State and Municipal Governments, it is only going to be more of the same if their youth wings control the Student Government: the whole UFSE is going to be privatized, there will be unjust taxation and overspending, unpayable student loans and rents.

Why should Americans, young and old alike, be forced to spend as many as six or seven days on elections? How many will accept the results for any one of them? Have we forgotten why the 1960s Counterculture rebelled against this political madness? Does Hamiltonianism have a better way of ensuring that the UFSE political process will run more smoothly?

Hamiltonianism: Student Congress of Councils

Any form of economic planning will only be as effective as the people involved in the production process. Mission-Type Economic Planning (MTEP) demands a national educational system capable of instilling the Prussian arts of *Auftragstaktik* (“Mission-Type Command”) and *Fingerspitzengefühl* (“Instinctive Situational Awareness”), ensuring that every high school and university student is capable of unlocking latent potential and can intuit the presences of any opportunities that comes their way. The 1960s Counterculture has demonstrated this reality to the Federalist Party because American Council Democracy begins with the students from every high school and every university throughout the entire Union.

But unlike the political youth wings of other Socialist countries, including the Soviet Union, German Reich, People’s Republic of China and Yugoslavia, our SSE must account for the political process since all high schoolers and university students have political and economic participation as US citizens. The UFSE provides America its chance to implement a new kind of SSE that will not only gain the respect of every SSE on Earth, but it will set the stage for youths of the whole

world to learn how to govern themselves properly as the citizens of their own nations in a Socialist world order. Each and every student in these United States shall learn and train for the necessary character-building and leadership training required for MTEP, regardless of which Profession they end up choosing as their Vocation.

This is why the UFSE is going to be considered as one of the greatest contributors of High-Quality Arbeit to the Federal Life-Energy Reserve: the UFSE must strive to ensure that America's youth will become upstanding, law-abiding adults. Due to the UFSE's contributions of High-Quality Arbeit, every student will receive free education and free healthcare, a student allowance and national uniform, opportunities to afford room and board away from their parental household, classes and electives where they will learn hands-on practical training, ethics, religious and political education as well as the usual curricula. The US Congress shall allocate Geld toward Department of Education for the construction of facilities, barracks and dormitories, and enlistment of personnel determined to teach and train the next generation.

Students will also receive a special metal badge and alterations to their UFSE uniform by participating in a Carl Jung-esque Extracurricular Guild Occupations (EGOs) devoted to specific afterschool fields. That is right: not everyone wears the exact same uniform; some of us are more distinguishable by our medals, ribbons, and which EGO is defining our afterschool life. Below is a table of proposed EGOs under Command-Obedience Account Bookkeeping:

Extracurricular Guild Occupation Reference Chart	
<i>Badge</i>	<i>Discipline</i>
<i>Artistry Proficiency</i>	Architecture, Socialist Heroic Realism, Painting, Photography, Pottery, Sculpture, Sewing, Weaving, etc.
<i>Civilian Aerodyne Pilot Proficiency</i>	Access to US Patent Office for C-Wing Research and Development and C-Wing Pentathlon, etc.
<i>Civilian Maritime Sailor Proficiency</i>	Boating, Diving, Fishing, Rescue Swimming, Sailing, Kayaking, Paddling, etc.
<i>Civilian Sporting Proficiency</i>	Cross Country, Football, Gymnastics, Hockey, Golf, Tennis, etc.
<i>Cafeteria Dining Proficiency</i>	<p>US Cuisines: Amish-style, Alaska-style, Cajun-style, Chesapeake-style, Chicago-style, California-style, Florida-style, Hawaiian-style, Kansas City-style, Midwestern-style, New England-style, New Jersey-style, New York-style, Southern-style, Southwestern-style, Texan-style, and Utah-style.</p> <p>International Cuisines: Canadian, Mexican, Prussian and Austrian, Russian, Turkish, Arab, Iranian, Indian, Vietnamese, Chinese, North and South Korean, Japanese, et al.</p>

<i>Cultural Diplomacy Proficiency</i>	North American, Caribbean, Latin American, European, Eurasian, African, Middle Eastern, Asian Cultural and Language Studies
<i>Digital Technology Proficiency</i>	Computer, Electronic, Smartphone, Tablet Design, Maintenance and Repair, Cyberdefense, Hacking, and access to the Online UFSE Student Tournament (Digital Arbeit and Digital Geld)
<i>Drama Proficiency</i>	Stage Play, Stage Musical, Shakespeare Theater, Opera, Television, Filmmaking, Machinima
<i>Entrepreneurship Proficiency</i>	Access to Offline UFSE Student Tournament (Actual Arbeit and Actual Geld) and all three Tiers of US Economic Organizations, Economic Foreignization of other SSEs available only under Real Trade Agreements between US and foreign governments
<i>Financial Technology Proficiency</i>	Access to Federal Kontore, Federal-State Commissaries, Federal Post Exchanges, US Postal Service, eligibility for NSFIs and FSFIs, and enrollment transfer to the Financial Warfare School with the required Rank
<i>Hospitality Proficiency</i>	Student Housekeeping (presides over the cleaning of schools and dormitories), Student Cafeteria Master/Mistress (q.v. Culinary Dining), Student Librarian, etc.
<i>Infirmiry Proficiency</i>	Nurse Assistant, Student Nurse. Medic Assistant, Student Medic
<i>Journalism Proficiency</i>	Student Newspapers, Magazines, Radio and TV Stations, Public Service Announcements, School Announcements
<i>Literary Proficiency</i>	Student Novelist, Writer, Editor, etc.
<i>Musical Proficiency</i>	Student Band, Choir, Orchestra, etc.
<i>National Cybernetics Proficiency</i>	Access to US Patent Office for MATV, MARV, and MAFV Research and Development, Pentathlons, and all US Federal Departments
<i>Paramilitary Aerodyne Pilot Proficiency</i>	Access to US Patent Office for A-Wing Research and Development and A-Wing Pentathlon, and Department of Defense
<i>Paramilitary Sporting Proficiency</i>	Known examples of Military Sports include: archery, basketball, boxing, competitive shooting, fencing, handball, soccer, swimming, track and field, wrestling

<i>Political & Religious Education Proficiency</i>	Debate and Forensics, Student Diplomacy, and access to Department of State, Department of Education, Department of Labor, et al. Note: The UFSE needs more Student Diplomats like Samantha Reed Smith as part of its membership in the World State Organization
<i>Scouting Proficiency</i>	Access to Scouting Organizations and Events, US Departments of Interior, Energy, Housing and Urban Development
<i>Student Prefect Proficiency</i>	Federal-State Student Patrol Service, and Student Intelligence Service, access to Department of Justice and Department of Homeland Security, and future eligibility for Federal-State Courts, Legal Attorneys, Juries
<i>Student Government Proficiency</i>	Student District Council, Student State System, Student Electoral College Federal Student Government. Note: Holding higher student government office will increase the recipient's chances of entering the list of potential candidates for the Federal, State, and Municipal equivalents once they reach legal age

Personal Rank and Achievement or Family Wealth and Connections?

Here is the best part of all, complete with political implications for the Municipal, State and Federal Governments: the UFSE offers all students their chance to participate in the political and economic affairs of their Student Government. They will train and prepare themselves for the political and economic statecraft of the US Federal, State and Municipal governments in a functioning Council Democracy. Age range for political positions in UFSE runs between 14 and 34; if the youngest age to run for US Presidency is 35, then the oldest age to run for UFSE Presidency will be 34.

The Student Body of the UFSE is governed by fifty State School Systems and the District of Columbia. Every high school and university have a Student Council of Student Delegates. Student Delegates elect the *State Student Delegates* of their *School District* to the *State Student Legislature*. State Student Delegates elect the *State Student Governor* and *Federal Student Senators* from somebody of high-enough Rank.

Student Body elects their *State Student Electors* of sufficient Rank to an odd-numbered Electoral College as opposed to the youth wings of political parties simply appointing them. The Student Body also elects Delegates of sufficient Rank to be the *Federal Student Representatives in their UFSE Congress of Councils*. An odd-number of *State Student Electors* vote on an approved pool of Student Presidents and Student Vice Presidents of sufficient Rank for the *US Congress of*

Councils to vote for one of the three most-voted Student President and Student Vice President by the *Student Electoral College*.

In Alexander Hamilton's America, we do not care how much Geld somebody has and whether somebody is born into the right family with the right political connections. We care more about whether each officeholder, from the youngest high school student to the President of the United States, have demonstrated their ability to lead and govern based on their rank and achievements. What happens in the UFSE Student Government can be replicated in the US Municipal, State, and Federal Governments, realizing Council Democracy as it was intended by Federalists and Anti-Federalists alike and capable of being free from Jeffersonianism.

Federalist Party and Hamiltonian Federalism

We can expect the Federalist Party to exert near-complete control of Hamiltonian America's Federal, State and Municipal governments, with its youth wing exerting near-complete control of the UFSE. I say "near-complete control" because, unlike the Democratic-Republican Party, the Federalist Party can and will allow other parties to join its United Front as part of a functioning Council Democracy. It is also possible for the Federal government, under Hamiltonianism, to consider reforming the Nixon-era Federal Election Campaign Act (FECA) of 1972 and by extension the Federal Election Commission. Much like the Internal Revenue Service, the Federal Election Commission's activities also change because of the Work-Standard.

Under the Work-Standard, we are presented with the difficult challenge of liquidating the last insolvent vestiges of Jeffersonian Parliamentarianism inside of Congress. Examples include campaign financing, gerrymandering, senatorial filibustering, reconciliation voting, corporate and billionaire donors, lobbyism, entryism, special interests and subversive foreign influences. Everything begins and ends with the issue of who or what funds every political party.

Party Finance: FECA and AASA

Courtesy of the Internal Revenue Service, the Federal Election Commission will be able to tell us how much Geld is being spent on the political activities of the Federalist Party. Expect something similar to the following chart for any other party that manages to gain political power in the US:

Federal Election Commission Balance Sheet (Federalist Party)					
<i>Obedience</i>				<i>Command</i>	
<i>Faction</i> (From Most to Least Influential)	<i>Factional Budget</i>	<i>Required Minimum</i>	<i>Weekly Balance</i>	<i>Budgetary Proposals</i>	<i>Weekly Allocation</i>
Conservatives	\$200,000	\$188,000	-12,000	\$188,000	-\$12,000
Socialists	\$205,000	\$175,000	+30,000	\$205,000	\$30,000
Nationalists	\$203,000	\$175,000	+28,000	\$203,000	\$28,000
Environmentalists	\$156,000	\$120,000	+36,000	\$156,000	\$36,000
Traditionalists	\$150,000	\$140,000	-10,000	\$140,000	-\$10,000
Statists	\$130,000	\$130,000	0.00	\$130,000	\$0.00
Ultramontanes	\$128,000	\$132,000	+4,000	\$132,000	\$4,000
Anarchs	\$120,000	\$120,000	0.00	\$120,000	\$0.00

Authoritarians	\$127,000	\$107,000	-20,000	\$107,000	-\$20,000
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As the above chart demonstrates, the Federalist Party's Conservative, Nationalist and Socialist Factions are currently the most powerful. After those three are the Traditionalist and Environmentalist Factions, Statist and Ultramontane Factions, Anarch and Authoritarian Factions.

Our Federalist President, Vice President and Speaker of the House can each support one or all of the Factions by favoring their congressional proposals under Hamiltonian Federalist Socialism. Supporting any or all Factions will allow the Federalist Party to define its current party line according to whichever Faction is the most powerful at the moment. The key to ensuring unity in the Party is an Americanization of Democratic Centralism because Council Democracy is capable of facilitating it more efficiently than a Parliamentary Democracy without causing Federal government shutdowns and Congressional gridlock and partisanship.

Unity in the Freedom of Thought, Unity in the Freedom of Action—Democratic Centralism done the American Way. The Geld that each Faction receives from the Federal Election Commission is to be spent on Party literature and media, offices and buildings controlled by the Party, Party youth and female wings, think tank institutes for intellectuals, and so forth. By reforming FECA, the Federalist Party ensures that allocations for its own Party activities will only take place between the end of an old Congress and the beginning of a new Congress.

In Hamiltonian America, the political activities and financing fall under the auspices of the Federal government. Parties allowed to run for office will be permitted to receive a set sum of Geld. Once they have their party members in office, they will be allowed under FECA to contribute Arbeit and generate Geld from the dissemination of propaganda and literature. The Intent is to minimize as many external influences while also providing opportunities for parties to sustain themselves and avoid doing unwanted favors for anyone like the Federalist Party or billionaires and corporations.

The Alien and Seditions Act (AASA), passed by Congress under the Federalist Party, will be reformed to address new-old Hamiltonian realities. Any political party membership with an Explicit Intent of overthrowing the United States ought to be deemed as a "*Clear and Present Danger to these United States*." Anyone who happens to be trapped in the wrong party is welcome to leave that party.

A good example of a party that has in fact posed a genuine Clear and Present Danger to the Union and should therefore be ineligible for Federal funding is the Democratic-Republican Party, as evidenced by their infamous "Principles of '98" in the "Virginia and Kentucky Resolutions." This is exactly what I meant when I previously questioned over whether Kentucky and Virginia are actual US States: are they British Commonwealths or are they US States? George Washington, Patrick Henry, and Alexander Hamilton had justifiable reasons to suspect that Thomas Jefferson and his protégé James Madison (and by extension, James Monroe) were plotting to overthrow the Federal government in 1798, which they eventually succeeded by the 1800s, culminating in the destruction of the original Federalist Party in 1824. The "Virginia and Kentucky Resolutions" would later go on to become part of the legal justifications for the Southern States to secede from the Union over the Slavery issue in the Civil War.

Party Finance: The Greater Square Deal

In a Socialist world order, the Federalist Party and the Federal Government are still going to have to deal with a plethora of various different parties in the US. Without the Jeffersonians and the Democratic-Republican Party, American politics will become just as interesting as international politics at the World State Organization (WSO). All kinds of Socialisms are going to return back to life thanks to the Work-Standard, and the US needs to be prepared to take on the Command Responsibility of what is clearly not an “Unintended Consequence” of the Work-Standard.

Any political party besides the Federalist Party need to gain the trust and respect of the Federal government, specifically the Federal Election Commission. Its party membership must be willing to further the interests of the Union before becoming eligible for any Federal funding. All of the Factions inside the Federalist Party are unanimous about this arrangement under FECA because as Hamiltonianism cannot afford a repeat of the “Virginia and Kentucky Resolutions.”

Theodore Roosevelt had once described the Hamiltonian way of dealing with other Socialisms in [“Where We Can Work with Socialists”](#) and [“Where We Cannot Work with Socialists.”](#) The Federal Election Commission under the reformed FECA should distinguish them as “Category I,” “Category II,” “Category III,” and “Category IV”:

1. Category I: Can we trust those Green Socialists and Constitutional Nationalists from the Green and Constitution Parties respectively? Can we trust the various smaller parties scattered throughout the US whose sole purpose was to oppose the policies of the Democratic-Republican Party?
2. Category II: Can we trust the Scientific Socialists to support the *Socialism in One Country* of Stalinism and reject Trotskyism and its “Permanent Revolution” insofar as Trotskyism is antithetical to the purposes of the Union and Hamiltonianism in particular?
3. Category III: Can we trust the Pan-Germanic Socialists to reject the racialism and antisemitism of Hitlerism and Strasserism insofar as those two are also antithetical to the purposes of the Union and Hamiltonianism in particular?
4. Category IV: Does America have political parties dedicated to animal or cannabis rights, known National Communisms like Castroism, Maoism, or Ho Chi Minh Thought, Technocrats and Pirates concerned over Intellectual Property Rights, Bolivarian Federalists, and so forth? Can we trust any of these people to further the interests of the Union?

If the party membership in question can be trusted by the Federal government and the Federalist Party, they must be willing to uphold the Intent of their Oath of Office just like everyone else:

“I do solemnly swear (or affirm) that I will support and defend the Constitution of the United States against all enemies, foreign and domestic; that I will bear true faith and allegiance to the same; that I take this Obligation freely, without any mental reservation or purpose of evasion; and that I will well and faithfully discharge the Duties of the office on which I am about to enter: So help me God.”

Conclusion: The Greater America Amendment

**“Americans for themselves: that is Jeffersonianism!
Americans for the Union: that is Hamiltonianism!”**

Alexander Hamilton was right about the Bill of Rights all along in *Federalist Paper No. 84*: Is it really necessary to make any constitution so long and unreadable by Amendments to the point where nobody knows how to interpret their constitution, let alone know what their constitution is supposed to be as a legal document?

As I write this, I am currently rereading and proofreading the legal language in Part IV of Strategic Accounting and Allocation of the Federal Budget and the portion about the Greater America Amendment as discussed earlier today. The total word count of Part IV has nearly reached 15,000 words because of the 27 Amendments. For comparison purposes, there have been nearly 12,000 failed attempts to introduce Amendment XXVIII. Why are the Jeffersonians trying to make the US Constitution just as long as the [1977 Soviet Constitution](#), if not longer than that?

Over the course of the final Compendium entry, there have been repeated mentions of a *Greater America Amendment* and postulations on whether the 27 Amendments and the US Constitution ought to be perceived as two separate constitutional documents. That is because I now have reasons to suspect that if the US Currency were to be pegged to the Work-Standard, potential constitutional loophole involving all 27 Amendments will arise and they must be address sooner rather than later.

The whole Intent behind the *Greater America Amendment* is to allow the US Currency to be pegged to the Work-Standard and address any known constitutional loopholes and ambiguities from the other 27 Amendments under the Constitution. Who in America would oppose the passing of the *Greater America Amendment* besides the obvious Democratic-Republican Party?

On the so-called “American Left,” I know that the Communist Party, USA (CPUSA) will oppose the *Greater America Amendment* no matter what because its party line insists that the Bill of Rights, *not the US Constitution*, defines the authenticity of American Socialism. [It is an obscure historical fact from the “Cold War” \(Read: World War II\) that the CPUSA’s true ideology is Jeffersonianism rather than Marxism-Leninism. So Jeffersonian to a fault, that the CPUSA has always failed throughout its entire history to consolidate the various Communist factions and grouplets scattered throughout the Union. This is because the CPUSA had consistently supported the Jeffersonian presidency of Franklin Delano Roosevelt and his New Deal programs](#), which only caused harm to the Union in the form of the US National Debt. The [Democratic Socialists of America](#) (DSA) and *Jacobin* have merely inherited the Jeffersonian outlook of the CPUSA.

Meanwhile, the “American Right” is too small and too disorganized to be worthy of mention here. What I can argue is that the Federalist Society and *The Federalist* have inherited the Weltanschauung of James Madison. [Blame Liberal Capitalists like Friedrich von Hayek and Milton Friedman for insisting that Gold and Debt are the only conceptions of Currency there will ever be](#), thereby justifying the existence of these Derivatives and Cryptocurrencies that grew up in time for the Great Recession. Oh, and do not get me started with Ayn Rand and Murray Rothbard: those two had taught me more about Boris Yeltsin, Vladimir Putin, and Post-Soviet Russia tick than anything concerning this Federalist American Union. It is because of Jeffersonianism and

James Madison that American Socialism remains a taboo subject on the “American Right” to the point where the American Right has become so weak and so disillusioned that they have almost nothing better to offer except for some senseless acts of racialism, antisemitism, and secessionism.

We can figure out why the American Left and the American Right both exist as they are by addressing the 27 Amendments and how they are going to interact with the Work-Standard (vis-à-vis the *Greater America Amendment*). To begin, 10 of the Amendments constitute the Bill of Rights from 1791; 1 Amendment was passed twice in 1795 and 1798; 1 was passed in 1804; 3 were passed in the wake of the Civil War in 1865, 1868, and 1870; 2 Amendments were passed in 1913; 1 Amendment was passed in 1919; 1 Amendment was passed in 1920; 2 Amendments were passed in 1933, one of which was to repeal the Amendment from 1919; 1 Amendment was passed in 1951; 1 Amendment was passed in 1961; 1 Amendment was passed in 1964; 1 Amendment was passed in 1967; 1 Amendment was passed in 1971; and the last Amendment in 1992, two years after the legal end of World War II.

Madisonian Federalist Socialism vs. Hamiltonian Federalist Socialism

Amendment I (1791): Congress shall make no law respecting an establishment of religion, or prohibiting the free exercise thereof; or abridging the freedom of speech, or of the press; or the right of the people peaceably to assemble, and to petition the Government for a redress of grievances.

Greater America Amendment: (§1A) *The Work-Standard and American Council Democracy shall respect the inward freedom and inward security of all Americans under the Intents of Command and Obedience. (§1B)* *Honoring the Constitutional Intent of the Preamble, Constitutional Obligations related to Legal Duties and Legal Rights of Belief, Speech, Press, Assembly, and Protest shall be upheld by the Union.*

(§1C) *The Union shall not establish a Federalist Cult of Personality around any living or deceased historical figure and the Union shall not the impose a Federalist Religion on all Americans; (§1D)* *Legal Duties and Legal Rights on all Speech, Press, Assemblies and Petitions, both Personal and Federal, must count as official contributions of Actual Work.*

Amendment II (1791): A well-regulated Militia, being necessary to the security of a free State, the right of the people to keep and bear Arms, shall not be infringed.

Greater America Amendment: (§2A) *The Union shall maintain its Constitutional Intent to assert Military Sovereignty. The Federal government shall uphold its Constitutional Obligation to control the size and composition of the US armed forces through the Military-Industrial Complex. (§2B)* *All Legal Duties and Legal Rights related to any US citizen controlling the size and composition of their own Personal Arsenal through the Military-Industrial Complex shall also apply under this Constitutional Obligation.*

Amendment III (1791): No Soldier shall, in time of peace be quartered in any house, without the consent of the Owner, nor in time of war, but in a manner to be prescribed by law.

Greater America Amendment: (§3A) *Neither the Military-Industrial Complex, nor the US Armed Forces, nor any US citizen shall convert any Civilian Productive Property without the express consent of its Property Owner in peacetime. (§3B)* *All Duties and*

Rights related to this Constitutional Intent of converting Civilian Productive Properties for military purposes will continue to apply in wartime under this Constitutional Obligation.

Amendment IV (1791): The right of the people to be secure in their persons, houses, papers, and effects, against unreasonable searches and seizures, shall not be violated, and no Warrants shall issue, but upon probable cause, supported by Oath or affirmation, and particularly describing the place to be searched, and the persons or things to be seized.

Greater America Amendment: *The Union shall maintain its Constitutional Intent of not infringing on the Duties and Rights related to the search and seizure of Productive and Personal Properties with Warrants ordered by the Judiciary. The Federal government shall maintain its Constitutional Obligation to ensure that any Warrants issued against anyone in the Union shall have an Explicit Intent as part of their Oath of Office, describing where and what will be searched, who will be detained, and why it is necessary.*

Amendment V (1791): No person shall be held to answer for a capital, or otherwise infamous crime, unless on a presentment or indictment of a Grand Jury, except in cases arising in the land or naval forces, or in the Militia, when in actual service in time of War or public danger; nor shall any person be subject for the same offence to be twice put in jeopardy of life or limb; nor shall be compelled in any criminal case to be a witness against himself, nor be deprived of life, liberty, or property, without due process of law; nor shall private property be taken for public use, without just compensation.

Greater America Amendment: (§5A) *The Federal government shall maintain its Constitutional Intent of respecting the inward freedom and inward security of every Individual within the Union. (§5B)* *It shall maintain its Constitutional Obligation related to Duties and Rights of Self-Incrimination under both peacetime and wartime contexts. (§5C)* *It shall not deprive anyone of their Sovereignty over their Productive and Personal Properties without Eminent Domain.*

Amendment VI (1791): In all criminal prosecutions, the accused shall enjoy the right to a speedy and public trial, by an impartial jury of the State and district wherein the crime shall have been committed, which district shall have been previously ascertained by law, and to be informed of the nature and cause of the accusation; to be confronted with the witnesses against him; to have compulsory process for obtaining witnesses in his favor, and to have the Assistance of Counsel for his defence.

Greater America Amendment: *The Federal government shall maintain its Constitutional Intent of upholding the Legal Duties of Fair and Balanced Criminal Trials; all Constitutional Obligations related to the Legal Rights of Fair and Balanced Criminal Trials will also be upheld.*

Amendment VII (1791): In Suits at common law, where the value in controversy shall exceed twenty dollars, the right of trial by jury shall be preserved, and no fact tried by a jury, shall be otherwise re-examined in any Court of the United States, than according to the rules of the common law.

Greater America Amendment: *The Federal government shall maintain its Constitutional Intent of upholding the Legal Duties related to the Jury of any Criminal Trial; all Constitutional Obligations related to Legal Rights related to the Jury of any Criminal Trial will also be upheld.*

Amendment VIII (1791): Excessive bail shall not be required, nor excessive fines imposed, nor cruel and unusual punishments inflicted.

Greater America Amendment: *The Federal government shall maintain its Constitutional Intent of upholding the Legal Duties related to treatment of defendants in a Criminal Trial; all Constitutional Obligations related to Legal Rights regarding the treatment of defendants in a Criminal Trial will also be upheld.*

Amendment IX (1791): The enumeration in the Constitution, of certain rights, shall not be construed to deny or disparage others retained by the people.

Greater America Amendment: *Any and all Rights and Duties related to the process of the creating Actual Work and Actual Money by the Union is the legal jurisprudence of the Federal government as a Constitutional Obligation related to Council Democracy.*

Amendment X (1791): The powers not delegated to the United States by the Constitution, nor prohibited by it to the States, are reserved to the States respectively, or to the people.

Greater America Amendment: *Any and all Rights and Duties related to the process of the creating Actual Work and Actual Money by the States is the legal jurisprudence of the States as a Constitutional Obligation related to Council Democracy.*

Amendment XI (1795/1798): The Judicial power of the United States shall not be construed to extend to any suit in law or equity, commenced or prosecuted against one of the United States by Citizens of another State, or by Citizens or Subjects of any Foreign State.

Greater America Amendment: (§11A) *Each State has a Constitutional Intent of deciding how they wish to interpret Federal Law as part of their legal jurisprudence, provided there is a Constitutional Obligation for the Union to evaluate what they intend to do with the Constitution and this Amendment. (§11B)* *State Courts have a Constitutional Obligation to avoid interfering with the legal jurisprudence of the Federal Courts; Federal Courts have a Constitutional Obligation to avoid interfering with the legal jurisprudence of State Courts until a Plaintiff or a Defendant appeals to any of the Federal Courts.*

Amendment XII (1804): The Electors shall meet in their respective states and vote by ballot for President and Vice-President, one of whom, at least, shall not be an inhabitant of the same state with themselves; they shall name in their ballots the person voted for as President, and in distinct ballots the person voted for as Vice-President, and they shall make distinct lists of all persons voted for as President, and of all persons voted for as Vice-President, and of the number of votes for each, which lists they shall sign and certify, and transmit sealed to the seat of the government of the United States, directed to the President of the Senate;—The President of the Senate shall, in the presence of the Senate and House of Representatives, open all the certificates and the votes shall then be counted;—The person having the greatest Number of votes for President, shall be the President, if such number be a majority of the whole number of Electors appointed; and if no

person have such majority, then from the persons having the highest numbers not exceeding three on the list of those voted for as President, the House of Representatives shall choose immediately, by ballot, the President. But in choosing the President, the votes shall be taken by states, the representation from each state having one vote; a quorum for this purpose shall consist of a member or members from two-thirds of the states, and a majority of all the states shall be necessary to a choice. And if the House of Representatives shall not choose a President whenever the right of choice shall devolve upon them, before the fourth day of March next following, then the Vice-President shall act as President, as in the case of the death or other constitutional disability of the President—The person having the greatest number of votes as Vice-President, shall be the Vice-President, if such number be a majority of the whole number of Electors appointed, and if no person have a majority, then from the two highest numbers on the list, the Senate shall choose the Vice-President; a quorum for the purpose shall consist of two-thirds of the whole number of Senators, and a majority of the whole number shall be necessary to a choice. But no person constitutionally ineligible to the office of President shall be eligible to that of Vice-President of the United States.

Greater America Amendment: *The Union has a Constitutional Intent to decide whether to replace an aspect of Amendment XII or all of Amendment XII with an appropriate Federal Law, as part of the Constitutional Obligation to ensure that the Union will restore its Federalist-era Council Democracy by upholding the Constitutional Obligation to peg all US Currency to the Work-Standard.*

Amendment XIII (1865): Neither slavery nor involuntary servitude, except as a punishment for crime whereof the party shall have been duly convicted, shall exist within the United States, or any place subject to their jurisdiction. Congress shall have power to enforce this article by appropriate legislation.

Greater America Amendment: (§13A) *The Union has a Constitutional Intent of preventing any and all attempts of restoring the institution of Slavery and Involuntary Servitude by upholding the Constitutional Obligation to peg all US Currency to the Work-Standard; (§13B) while upholding this Constitutional Intent, the Union must also uphold its Constitutional Obligation of creating the Unified Federalist Student Economy and ensure that all 10 Ownerships and 10 Sovereignties concerning the Means of Production in these United States as Personal and/or Federal matters.*

Amendment XIV (1868): All persons born or naturalized in the United States, and subject to the jurisdiction thereof, are citizens of the United States and of the State wherein they reside. No State shall make or enforce any law which shall abridge the privileges or immunities of citizens of the United States; nor shall any State deprive any person of life, liberty, or property, without due process of law; nor deny to any person within its jurisdiction the equal protection of the laws.

Representatives shall be apportioned among the several States according to their respective numbers, counting the whole number of persons in each State, excluding Indians not taxed. But when the right to vote at any election for the choice of electors for President and Vice President of the United States, Representatives in Congress, the Executive and Judicial officers of a State, or the members of the Legislature thereof, is denied to any of the male inhabitants of such State, being twenty-one years of age, and citizens of the United States, or in any way abridged, except for participation in rebellion, or other crime, the basis of representation therein shall be reduced in the

proportion which the number of such male citizens shall bear to the whole number of male citizens twenty-one years of age in such State.

No person shall be a Senator or Representative in Congress, or elector of President and Vice President, or hold any office, civil or military, under the United States, or under any State, who, having previously taken an oath, as a member of Congress, or as an officer of the United States, or as a member of any State legislature, or as an executive or judicial officer of any State, to support the Constitution of the United States, shall have engaged in insurrection or rebellion against the same, or given aid or comfort to the enemies thereof. But Congress may by a vote of two-thirds of each House, remove such disability.

The validity of the public debt of the United States, authorized by law, including debts incurred for payment of pensions and bounties for services in suppressing insurrection or rebellion, shall not be questioned. But neither the United States nor any State shall assume or pay any debt or obligation incurred in aid of insurrection or rebellion against the United States, or any claim for the loss or emancipation of any slave; but all such debts, obligations and claims shall be held illegal and void.

The Congress shall have power to enforce, by appropriate legislation, the provisions of this article.

Greater America Amendment: *The Union has a Constitutional Intent to decide whether to replace an aspect of Amendment XIV or all of Amendment XIV with an appropriate Federal Law, as part of the Constitutional Obligation to ensure that the Union will restore its Federalist-era Council Democracy.*

Amendment XV (1870): The right of citizens of the United States to vote shall not be denied or abridged by the United States or by any State on account of race, color, or previous condition of servitude.

The Congress shall have power to enforce this article by appropriate legislation.

Greater America Amendment: *In keeping with the Constitutional Intent and Constitutional Obligation from §12, all US citizens involved Student, Municipal, State, and Federal governments of the Union shall receive and uphold their Legal Duties and Legal Rights of political and economic participation as part of their Oath of Office.*

~~**Amendment XVI (1913):** The Congress shall have power to lay and collect taxes on incomes, from whatever source derived, without apportionment among the several States, and without regard to any census or enumeration.~~

Greater America Amendment: *In keeping with the Constitutional Intent and Constitutional Obligation from §12, §13, §14, and §15, the US Taxation System shall be replaced with a more streamlined Taxation System designed to encourage certain behaviors and discourage behaviors with all Intents and Obligations of serving the Union.*

~~**Amendment XVII (1913):** The Senate of the United States shall be composed of two Senators from each State, elected by the people thereof, for six years; and each Senator shall have one vote. The electors in each State shall have the qualifications requisite for electors of the most numerous branch of the State legislatures.~~

~~When vacancies happen in the representation of any State in the Senate, the executive authority of such State shall issue writs of election to fill such vacancies: Provided, That the legislature of any State may empower the executive thereof to make temporary appointments until the people fill the vacancies by election as the legislature may direct.~~

~~This amendment shall not be so construed as to affect the election or term of any Senator chosen before it becomes valid as part of the Constitution.~~

Greater America Amendment: *In keeping with the Constitutional Intents and Constitutional Obligations of §12, §13, §14, §15, and §16, the States shall return to appointing State Senators for US Congress of Councils and UFSE Congress of Councils.*

Amendment XVIII (1919): ~~Section 1. After one year from the ratification of this article the manufacture, sale, or transportation of intoxicating liquors within, the importation thereof into, or the exportation thereof from the United States and all territory subject to the jurisdiction thereof for beverage purposes is hereby prohibited.~~

~~Section 2. The Congress and the several States shall have concurrent power to enforce this article by appropriate legislation.~~

~~Section 3. This article shall be inoperative unless it shall have been ratified as an amendment to the Constitution by the legislatures of the several States, as provided in the Constitution, within seven years from the date of the submission hereof to the States by the Congress.~~

Greater America Amendment: *[N. B.: Repealed by Amendment XXI]*

Amendment XIX (1920): ~~The right of citizens of the United States to vote shall not be denied or abridged by the United States or by any State on account of sex.~~

~~Congress shall have power to enforce this article by appropriate legislation.~~

Greater America Amendment: *[N. B.: Amendment XIX will be rendered null and void by §12, §13, §14, §15, and §16 because women and girls were already involved.]*

Amendment XX (1933): ~~Section 1. The terms of the President and Vice President shall end at noon on the 20th day of January, and the terms of Senators and Representatives at noon on the 3d day of January, of the years in which such terms would have ended if this article had not been ratified; and the terms of their successors shall then begin.~~

~~Section 2. The Congress shall assemble at least once in every year, and such meeting shall begin at noon on the 3d day of January, unless they shall by law appoint a different day.~~

~~Section 3. If, at the time fixed for the beginning of the term of the President, the President elect shall have died, the Vice President elect shall become President. If a President shall not have been chosen before the time fixed for the beginning of his term, or if the President elect shall have failed to qualify, then the Vice President elect shall act as President until a President shall have qualified; and the Congress may by law provide for the case wherein neither a President elect nor a Vice President elect shall have qualified, declaring who shall then act as President, or the manner in which one who is to act shall be selected, and such person shall act accordingly until a President or Vice President shall have qualified.~~

~~Section 4. The Congress may by law provide for the case of the death of any of the persons from whom the House of Representatives may choose a President whenever the right of choice shall have devolved upon them, and for the case of the death of any of the persons from whom the Senate may choose a Vice President whenever the right of choice shall have devolved upon them.~~

~~Section 5. Sections 1 and 2 shall take effect on the 15th day of October following the ratification of this article.~~

~~Section 6. This article shall be inoperative unless it shall have been ratified as an amendment to the Constitution by the legislatures of three fourths of the several States within seven years from the date of its submission.~~

Greater America Amendment: *As part of upholding the Constitutional Intents and Obligations of §12, §13, §14, §15, §16, and §17, Amendment XX will be replaced by an appropriate Federal Law with the Constitutional Intent of ensuring that everything discussed here is relegated to the Legal Duties and Legal Rights of the US and UFSE Congresses and Presidencies.*

~~**Amendment XXI (1933):** Section 1. The eighteenth article of amendment to the Constitution of the United States is hereby repealed.~~

~~Section 2. The transportation or importation into any State, Territory, or possession of the United States for delivery or use therein of intoxicating liquors, in violation of the laws thereof, is hereby prohibited.~~

~~Section 3. This article shall be inoperative unless it shall have been ratified as an amendment to the Constitution by conventions in the several States, as provided in the Constitution, within seven years from the date of the submission hereof to the States by the Congress.~~

Greater America Amendment: *As part of Constitutional Intents and Constitutional Obligations of §16, the Union has a Constitutional Intent and a Constitutional Obligation to ensure that Alcohol and other Luxury Goods will only be subjected to Taxation and nothing more or less.*

~~**Amendment XXII (1951):** No person shall be elected to the office of the President more than twice, and no person who has held the office of President, or acted as President, for more than two years of a term to which some other person was elected President shall be elected to the office of the President more than once. But this Article shall not apply to any person holding the office of President, when this Article was proposed by the Congress, and shall not prevent any person who may be holding the office of President, or acting as President, during the term within which this Article becomes operative from holding the office of President or acting as President during the remainder of such term.~~

~~This article shall be inoperative unless it shall have been ratified as an amendment to the Constitution by the legislatures of three fourths of the several States within seven years from the date of its submission to the States by the Congress.~~

Greater America Amendment: *As part of upholding all Constitutional Intents and Constitutional Obligations within §9, §10, §11, §12, §13, §14, §15, §16, and §17, §18, §19, §20 and §21, Amendment XXII will be replaced by the same Federal Law of Legal Duties*

and Legal Rights concerning US and UFSE Presidents. The Constitutional Intent here is to ensure that sitting US and UFSE Presidents are allowed to govern for more than two terms, provided that there are four-fifths Electoral Votes from their respective Electoral Colleges at the end of each presidential term.

Amendment XXIII (1961): The District constituting the seat of Government of the United States shall appoint in such manner as the Congress may direct:

A number of electors of President and Vice President equal to the whole number of Senators and Representatives in Congress to which the District would be entitled if it were a State, but in no event more than the least populous State; they shall be in addition to those appointed by the States, but they shall be considered, for the purposes of the election of President and Vice President, to be electors appointed by a State; and they shall meet in the District and perform such duties as provided by the twelfth article of amendment.

The Congress shall have power to enforce this article by appropriate legislation.

Greater America Amendment: *The Union has a Constitutional Intent to decide whether to replace an aspect of Amendment XXIII or all of Amendment XXIII with an appropriate Federal Law, as part of the Constitutional Obligation to ensure that the Union will restore its Federalist-era Council Democracy by upholding the Constitutional Obligation to peg all US Currency to the Work-Standard.*

~~**Amendment XXIV (1964):** The right of citizens of the United States to vote in any primary or other election for President or Vice President for electors for President or Vice President, or for Senator or Representative in Congress, shall not be denied or abridged by the United States or any State by reason of failure to pay any poll tax or other tax.~~

~~The Congress shall have power to enforce this article by appropriate legislation.~~

Greater America Amendment: *[N. B.: Amendment XXIV will be rendered null and void by §12, §13, §14, §15, and §16 because such taxes will never be imposed on anyone.]*

Amendment XXV (1967): In case of the removal of the President from office or of his death or resignation, the Vice President shall become President.

Whenever there is a vacancy in the office of the Vice President, the President shall nominate a Vice President who shall take office upon confirmation by a majority vote of both Houses of Congress.

Whenever the President transmits to the President pro tempore of the Senate and the Speaker of the House of Representatives his written declaration that he is unable to discharge the powers and duties of his office, and until he transmits to them a written declaration to the contrary, such powers and duties shall be discharged by the Vice President as Acting President.

Whenever the Vice President and a majority of either the principal officers of the executive departments or of such other body as Congress may by law provide, transmit to the President pro tempore of the Senate and the Speaker of the House of Representatives their written declaration that the President is unable to discharge the powers and duties of his office, the Vice President shall immediately assume the powers and duties of the office as Acting President.

Thereafter, when the President transmits to the President pro tempore of the Senate and the Speaker of the House of Representatives his written declaration that no inability exists, he shall resume the powers and duties of his office unless the Vice President and a majority of either the principal officers of the executive department or of such other body as Congress may by law provide, transmit within four days to the President pro tempore of the Senate and the Speaker of the House of Representatives their written declaration that the President is unable to discharge the powers and duties of his office. Thereupon Congress shall decide the issue, assembling within forty-eight hours for that purpose if not in session. If the Congress, within twenty-one days after receipt of the latter written declaration, or, if Congress is not in session, within twenty-one days after Congress is required to assemble, determines by two-thirds vote of both Houses that the President is unable to discharge the powers and duties of his office, the Vice President shall continue to discharge the same as Acting President; otherwise, the President shall resume the powers and duties of his office.

Greater America Amendment: *The Union has a Constitutional Intent to decide whether to replace an aspect of Amendment XXV or all of Amendment XXV with an appropriate Federal Law, as part of the Constitutional Obligation to ensure that the Union will restore its Federalist-era Council Democracy by upholding the Constitutional Obligation to peg all US Currency to the Work-Standard.*

~~**Amendment XXVI (1971):** The right of citizens of the United States, who are eighteen years of age or older, to vote shall not be denied or abridged by the United States or by any State on account of age.~~

~~The Congress shall have power to enforce this article by appropriate legislation.~~

Greater America Amendment: Greater America Amendment: *[N. B.: Amendment XXVI is rendered null and void by §1-§25 because high schoolers are already involved.]*

~~**Amendment XXVII (1992):** No law varying the compensation for the services of the Senators and Representatives shall take effect, until an election of Representatives shall have intervened.~~

Greater America Amendment: *As part of Constitutional Intents and Constitutional Obligations of §1-§26, the Union has a Constitutional Intent to evaluate the Quality of Actual Work done by all US and UFSE Senators and Representatives with the Constitutional Obligation of allowing both Congresses to only alter their Paygrades upon the immediate formation of every new US Congress and UFSE Congress.*

“The Spirit, The Sense, the Lessons of 1971-1973!”



This Soviet medal is called a “Socialistic Competitiveness Award.” The year in which this one was issued, 1973, is fitting in light of the aforementioned statements from Richard Nixon. I can imagine Nixon conferring a similar medal in an America defined by Hamiltonian Federalist Socialism.

Our discussions pertaining to the Eternal Return to the American Essence defined by Hamiltonianism and the Federalist Party is coming to its conclusion. This SMP Compendium is hereby completed once it has been submitted to The Fourth Estate. Every Compendium written will eventually be compiled into a .PDF file as part of the First Edition. Future Editions remain pending. For now, let us end our discussion by recalling once again the Socialistic Heroic Realism from those two speeches by Richard Nixon in the SMP Compendium.

The first one is from July 1971, [“Remarks to Midwestern News Media Executives Attending a Briefing on Domestic Policy in Kansas City, Missouri”](#):

“I am convinced, however, that we have the vitality, I believe we have the courage, I believe we have the strength out through this heartland and across this Nation that will see to it that America not only is rich and strong, but that it is healthy in terms of moral strength and spiritual strength. I am convinced it is there. I am convinced as I talk to crowds of people. I am convinced as I see a group of young people, 500 of them, going off to Europe, as I saw them yesterday, from 50 States.

But I also know that people need to be reassured. The people that can reassure them are opinion leaders, editors, television, radio commentators, teachers, even perhaps Presidents and politicians. At the present time, I will simply say in raising these problems,

I don't raise them in any sense of defeatism; I don't raise them in the usual sense of pointing out that the United States is a country torn by division, alienation, that this is truly an ugly country, because I don't believe that.

I honestly believe that the United States, in its preeminent position of world leadership, has in its hands the future of peace in the world this last third of the century. I honestly believe that the United States has the destiny to play a great role, but I also know we cannot play it unless this is a healthy land, with a healthy government, a healthy citizenry, a healthy economy, and above all, the moral and spiritual health that can only come from the hearts of people and their minds, and that will only come as people are reassured from time to time, as we discuss our faults and as we correct our faults, reassured.

Keep them in balance. Don't let the problem of the moment obscure the great things that are going on in this country and the goodness of this country. It is that that I would suggest to the editors and the other opinion makers here: that from time to time, maybe once a month, that message might come through."

The other is from August 1971, ["Address to the Nation Outlining a New Economic Policy: 'The Challenge of Peace'"](#):

"America today has the best opportunity in this century to achieve two of its greatest ideals: to bring about a full generation of peace, and to create a new prosperity without war.

This not only requires bold leadership ready to take bold action—it calls forth the greatness in a great people.

Prosperity without war requires action on three fronts: We must create more and better jobs; we must stop the rise in the cost of living; we must protect the dollar from the attacks of international money speculators.

The time has come for a new economic policy for the United States. Its targets are unemployment, [Attrition], and [the dangers of Financial Warfare.]

We are going to take that action—not timidly, not half-heartedly, and not in piecemeal fashion. We are going to move forward to the new prosperity without war as befits a great people—all together, and along a broad front."

"In the past 7 years, there has been an average of one international monetary crisis every year. Now who gains from these crises? Not the workingman; not the investor; not the real producers of wealth. The gainers are [Liberal Capitalists]. Because they thrive on crises, they help to create them.

In recent weeks, the [Liberal Capitalists] have been waging an all-out war on the American Dollar. The strength of a nation's currency is based on the [Arbeit] of that nation's economy—and the American economy is by far the strongest in the world. Accordingly, I have directed the Secretary of the Treasury to take the action necessary to defend the dollar against the [Liberal Capitalists].

I have directed Secretary Connally to suspend temporarily the convertibility of the Dollar into Gold or other reserve assets, except in amounts and conditions determined to be in the interest of monetary stability and in the best interests of the United States.

As a result of these actions, the [Total Productive Potential] of American [Totality] will be more competitive, and the unfair edge that some of our foreign competition has will be removed. This is a major reason why [the Balance of Power in Trades and Payments have] eroded over [since 1956].”

“The purposes of the [Federal government’s] actions I have announced tonight are to lay the basis for renewed confidence, to make it possible for us to compete fairly with the rest of the world, to open the door to new prosperity.

But government, with all of its powers, does not hold the key to the success of a people. That key, my fellow Americans, is in your hands.

A nation, like a person, has to have a certain inner drive in order to succeed. In economic affairs, that inner drive is called the competitive spirit.

Every action I have taken tonight is designed to nurture and stimulate that competitive spirit, to help us snap out of the self-doubt, the self-disparagement that saps our [Quality of Arbeit] and erodes our confidence in ourselves.”



That medal is the “Presidential Citizens Medal,” first awarded by Richard Nixon himself in 1973 for “exemplary deeds or services, for his or her country or fellow citizens.”

One of its recipients happens to be Russell Amos Kirk, who was awarded it in 1989.

